

# Al Meezan Investment Management Limited

MKT/FMR/08/12,

March 06, 2012

Dear Investor,

By the grace of Almighty Allah, Al Meezan has continued to grow consistently, both in terms of assets under management which on 29<sup>th</sup> February 2012 stands at Rs 40.31 billion, and the continued trust reposed in us by our valued investors.

## Dividend Payout of Meezan Cash Fund

Continuing with our tradition of keeping investors interest at the fore-front, we are pleased to announce the 7<sup>th</sup> interim dividend for Meezan Cash Fund (MCF) for the period ended February 22, 2012 as follows:

Fund	Period	Dividend (Rs.) per unit	% of par value of Rs. 50/-	FYTD Return
MCF	23 <sup>rd</sup> Jan 2011- 22 <sup>nd</sup> Feb 2012	0.44	0.88%	11.30%

## Performance of Equity Funds

KSE-100 index continued its stellar performance and the upward momentum was maintained owing to the positive sentiment which was created due to the news of relaxation in CGT rules. Al Meezan also bore the fruits and the performance of our equity funds in the first two months of 2012 remained impressive. We would like to invite our investors to enhance their exposure in equity funds and maximize their returns on investments. The phenomenal growth of our equity funds is shown in the table below:

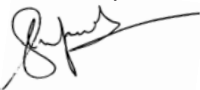
	CYTD (1 <sup>st</sup> Jan 2012- 29 <sup>th</sup> Feb 2012)	FYTD11 (1 <sup>st</sup> July 2011- 29 <sup>th</sup> Feb 2012)
<b>Equity Funds</b>		
Al Meezan Mutual Fund	15.39%	10.69%
Meezan Islamic Fund	16.31%	11.63%
MTPF-Equity Sub Fund	14.56%	9.34%
<b>KSE-100 Index</b>	13.48%	3.06%
<b>KMI-30 Index</b>	13.64%	9.31%

## Adaptation of New Centralized System-T24

We at Al-Meezan constantly strive to provide our customers value added services and a superior customer experience. Keeping this in focus and analyzing the future requirements of our clients, we are pleased to announce that Al Meezan have adopted the renowned TEMENOS T24 application. This application is fully automated and its front-office interface will enable the customer service representative to provide quality services to our valued clientele.

We promise that continuing our tradition of 16 years; we shall keep on striving for excellence in fund management and superior financial services. The Fund Managers' Report for the month of February 2012 is enclosed for your review.

Yours truly,



**Shahid Gul Motiwala**

SVP- Head of Marketing and Sales



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SMS Alerts

# Al Meezan Investment Management Limited

12/08/FMR/MKT

06 مارچ 2012ء

معزز انویسٹر،

اللہ تعالیٰ کے فضل سے المیز ان کا ترقی کا سفر جاری ہے اور اس کا ثبوت ہمارے اثاثہ جات اور انویسٹرز کی تعداد میں مستقل اضافہ ہے۔ 29 فروری 2012ء تک المیز ان کے زیر منظمیت کل اثاثہ جات 40.3 ارب روپے تھے۔

## MCPF میں ڈیویڈنڈ کی تقسیم

انویسٹرز کے مفاد کو پہلی ترجیح دیتے ہوئے ہم MCPF میں ساتویں عبوری ڈیویڈنڈ کا اعلان کرتے ہوئے خوشی محسوس کرتے ہیں۔ اس کی تفصیلات مندرجہ ذیل ہیں۔

فئڈ	مدت	ڈیویڈنڈ روپے	50% روپے کی فیس ویلیو کی %	FY12 کا کل منافع
میزان کیش فئڈ (MCF)	23 جنوری - 22 فروری 2012ء	0.44	0.88%	11.3%

## ایکویٹی فئڈز کی کارکردگی

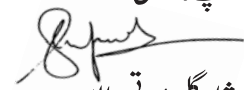
KSE-100 انڈیکس کی عمدہ کارکردگی ماہ فروری میں بھی جاری رہی۔ اس کا سہرا CGT سے متعلقہ قوانین میں تبدیلی کے نتیجے میں انویسٹرز میں پیدا ہونے والے مثبت رجحان کو جاتا ہے۔ اسٹاک مارکیٹ میں مثبت رجحان کا اثر ہمارے ایکویٹی فئڈز پر بھی نمایاں کارکردگی کے صورت میں نظر آیا۔ رواں سال کے پہلے دو ماہ میں ہمارے فئڈز نے انویسٹرز کو شاندار منافع فراہم کیا۔ ہم اپنے انویسٹرز کو مدعو کرتے ہیں کہ سرمایہ کاری میں شاندار منافع کے لیے ایکویٹی فئڈز میں سرمایہ کاری کو بڑھائیں۔ ہمارے فئڈز کی نمایاں کارکردگی مندرجہ ذیل ہے:

فئڈ	(01 جنوری - 29 جنوری 2012) CYTD	(01 جولائی 2011 - 29 فروری 2012) FYTD
ایکویٹی فئڈز		
المیز ان میوچل فئڈ	15.39%	10.69%
میزان اسلامک فئڈ	16.31%	11.63%
MTPF - ایکویٹی سب فئڈ	14.56%	9.34%
KSE-100 انڈیکس	13.48%	3.06%
KMI-30 انڈیکس	13.64%	9.31%

## نئے سسٹم کا آغاز

ہمارا عزم آپ کو بہترین سروسز فراہم کرنا ہے۔ اس کو مد نظر رکھتے ہوئے اور مستقبل کی ضروریات کے مطابق ہم آپ کو یہ بتاتے ہوئے خوشی محسوس کرتے ہیں کہ المیز ان نے معروف سسٹم TEMEMOS (T24) کا اطلاق کر لیا ہے۔ یہ سسٹم ہمارے سروسز کو ایک قدم اور آگے بڑھانے میں اہم کردار ادا کرے گا۔ ہم آپ کے اعتماد اور بھروسے کے شکر گزار ہیں اور یہ عزم کرتے ہیں کہ بہترین فئڈ میٹجمنٹ اور اعلیٰ سروسز فراہم کرنے کے لیے کوشاں رہیں گے۔ ماہ فروری 2012ء کی فئڈ مینیجر رپورٹ آپ کی معلومات اور ریکارڈ کے لیے پیش ہے۔

آپ کا تخلص



شاہد گل موتی والا

ایس وی پی - ہیڈ آف مارکیٹنگ اینڈ سلیز



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# 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 eight mutual funds; namely Al Meezan Mutual Fund, Meezan Balanced Fund, Meezan Islamic Fund, Meezan Islamic Income Fund, Meezan Tahaffuz Pension Fund, Meezan Cash Fund, Meezan Sovereign Fund and Meezan Capital Protected Fund (MCPF-II).

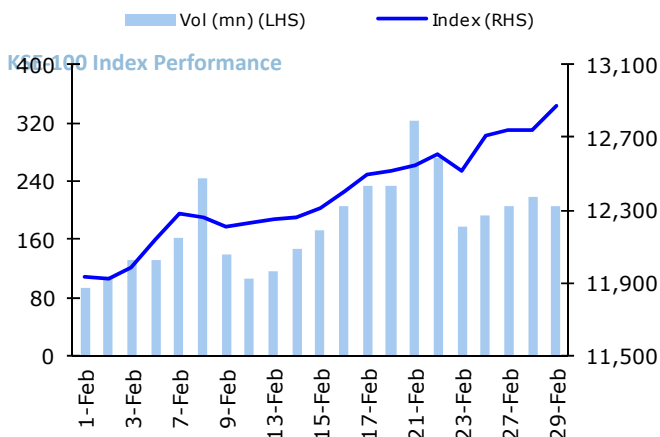
The total funds under management of Al Meezan, the only full fledged Shariah compliant asset management company in Pakistan, have reached Rs. 38.8 billion as on February 29, 2012. With AM2 rating which denotes high management quality, the company clearly stays well ahead of all its competitors in the Islamic asset management market in Pakistan.

## Stock Market Review

In the month of February, KSE-100 index continued its positive momentum posting a return of 8.4% M-O-M to close at the level of 12,878. The average traded volume also remained on the high side, surging by 143% M-O-M to 182mn shares.

The month of February witnessed a continuation of positive sentiment which was created due to the news of relaxation in Capital gain tax (CGT) rules in the month of January. Though the news lacked confirmation in the shape of the issuance of a formal SRO, it triggered a bullish stance among the local as well as foreign investors. In addition to that, better than expected corporate results especially in the fertilizer, cement and banking sectors with healthy payouts added to the investors' joy. Although, during the month, the market saw some negative news flow including the double digit inflation figure, IMF's concerns on the macroeconomic situation of the country and the Prime Minister's appearance in the Supreme Court for the contempt of court charges, but market ignored these factors and continued its positive momentum. Foreigners, during the month were also net buyers worth USD 7million against a marginal outflow of USD 0.45 million in the last month.

Going forward, we expect market to depict a range bound behavior in the absence of any major trigger. We believe that the rampant increase in the international oil prices will create pressure on the external account position besides boding well for the oil and gas sector. However, the confirmation on the CGT related issue from FBR still remains the key trigger for the market.



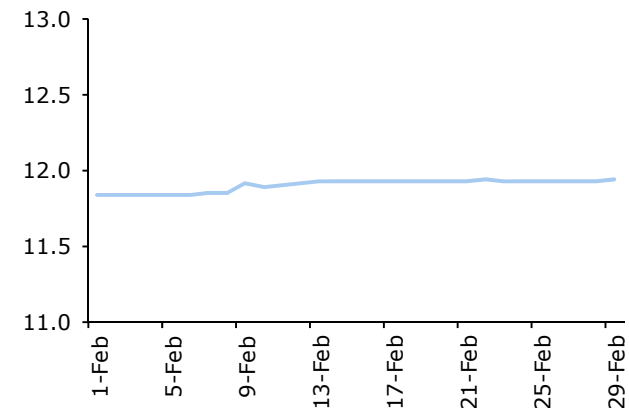
## Money Market Review

During the month of February, money market depicted an illiquid trend. To normalize the liquidity situation, State Bank of Pakistan (SBP) conducted OMOs and injected Rs 1,244 billion at a weighted average yield of 11.54%. Moreover, banks borrowed Rs 108 billion through the discounting window and deposited Rs 51 billion with the SBP at floor rate. Moreover, SBP in its bimonthly monetary policy, kept the discount rate unchanged at 12%.

During the month, SBP also conducted two T-Bill auctions, one PIB auction and one Ijarah Sukuk (Ijara X) auction. In the T-Bill auctions SBP accepted Rs 174 billion against the total bid of Rs 318 billion. The target of the auctions was Rs 200 billion and maturity was Rs 157 billion. Cut off yield of the six-month paper increased by 18 bps to close at 11.807%. In the PIB auction, SBP accepted Rs 25 billion against the target of Rs 20 billion (initial target was Rs 25 billion, however due to non participation in more than 10 year duration bond, it was reduced to Rs20 billion). Cut off yield of the 10 year paper increased by 21 bps to close at 12.9091%. In the Ijarah auction, SBP accepted Rs 38 billion at par against the total participation of around Rs 56 billion. The target of the auction was Rs50 billion and the first coupon of the Ijarah Sukuk X was at 11.8070%.

Furthermore, KIBOR rates depicted upward trend with six month KIBOR rate increasing by 12 bps to close at 11.94%. On the forex front, rupee remained under pressure against dollar and depreciated by Rs 0.54 to close at Rs 90.98 per dollar in the interbank market.

## 6 Month KIBOR



### Disclaimer

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

**Fund Review:**

Net assets of Meezan Islamic Fund crossed Rs. 5.0 billion as on February 29, 2012. The fund's NAV increased by 6% during the month of February as compared to 6% increase in benchmark index (KMI-30) while KSE-100 Index during the same period increased by 8%. We expect the market to perform as valuations are attractive. As on February 29, 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	A.F. Ferguson & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B and C
Management Fee	2%
Front End Load	2%
Fund Category	Equity
Back End Load	Nil
Benchmark	KMI-30
Leverage	Nil
Listing	KSE
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Muhammad Asad

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

	Jan' 12	Feb' 12	MoM %
Net Assets (Rs mn)	4,715	5,034	6.8%
NAV Per Unit (Rs)	43.78	46.40	6.0%

**Asset Allocation:**

	Jan' 12	Feb' 12
Equity (%)	96.03	95.47
Cash (%)	2.05	3.98
Other receivables (%)	1.92	0.54
Expense Ratio*	0.035	0.034
P/E	6.40	6.60

\*Management fee is included in the expense ratio

**Risk Measures–February'12:**

	MIF	KSE-100 index	KMI-30 Index
Standard Deviation (%)	0.59	0.56	0.61
Sharpe Ratio	0.42	0.63	0.39

**Performance - Cumulative Returns:**

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MIF	6%	11%	15%	12%	23%	173%	72%	316%
Benchmark#	6%	8%	14%	9%	23%	171%	57%	200%

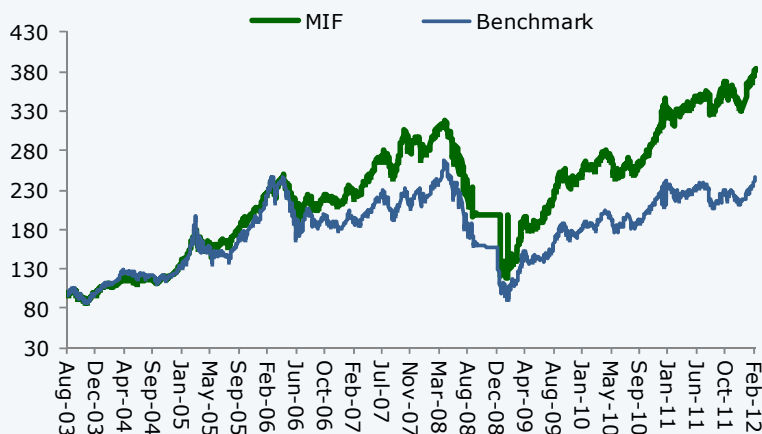
\*\* Performance start date of August 08, 2003,

# 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:**

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

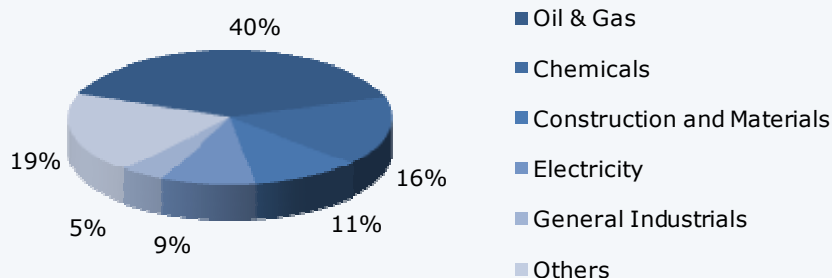
**Fund's Performance:**



**Top Ten Equity holdings:(% of NAV):**

Oil & Gas Development Co. Ltd.	11%	Lucky Cement	7%
Pakistan Oilfields Ltd.	10%	Fauji Fertilizer Co. Ltd.	7%
The Hub Power Co. Ltd.	9%	ICI Pakistan Ltd.	6%
Pakistan Petroleum Ltd.	9%	Meezan Bank Ltd.	6%
Pakistan State Oil Co. Ltd.	9%	DG Khan Cement Co. Ltd.	3%

**Sector Allocation:**



## Fund Review:

The net assets of Al Meezan Mutual Fund (AMMF) as at February 29, 2012 stood at Rs. 1.6 billion. The fund's NAV increased by 6% during the month of February as compared the 6% increase in benchmark index (KMI-30) while KSE-100 Index during the same period increased by 8%. We expect the market to perform as valuations are attractive. As on February 29, 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	A.F. Ferguson & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B,C and D
Management Fee	2%
Front End Load	2%
Fund Category	Equity
Back End Load	Contingent Load
Benchmark	KMI-30
Leverage	Nil
Listing	ISE
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am - 3pm
Fund Manager	Bushra Tariq

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

	Jan' 12	Feb' 12	MoM %
Net Assets (Rs mn)	1,539	1,608	4.5%
NAV Per Unit (Rs)	11.13	11.80	6.0%

## Asset Allocation:

	Jan' 12	Feb' 12
Equity (%)	93.15	94.30
Cash (%)	4.56	6.49
Other receivables (%)	2.29	-0.79
Expense Ratio*	0.032	0.033

\*Management fee is included in the expense ratio

## Risk Measures-February'12:

	AMMF	KSE-100 index	KMI-30 Index
Standard Deviation (%)	0.58	0.56	0.61
Sharpe Ratio	0.2	0.63	0.39

## Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
AMMF	6%	10%	15%	11%	21%	164%	66%	988%
Benchmark#	6%	8%	14%	9%	23%	171%	57%	680%

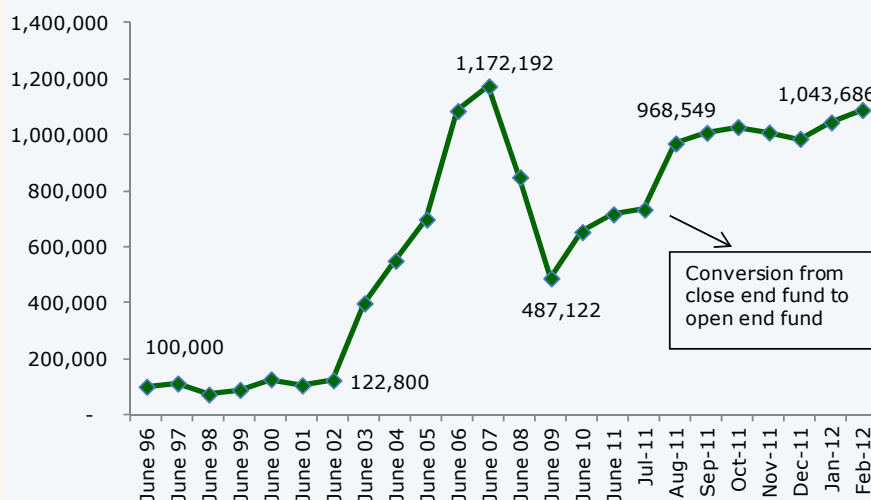
\*\* Performance start date of July 13, 1995,

# 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:

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

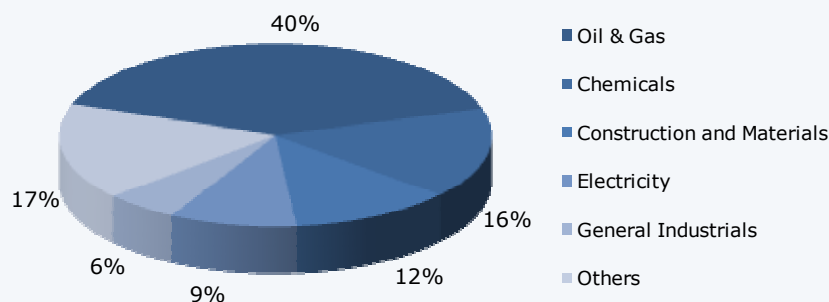
## Investment Growth from FY 1996- 2012 To Date



## Top Ten Equity holdings:(% of NAV):

Oil & Gas Development Co. Ltd.	12%	Lucky Cement	8%
Fauji Fertilizer Co. Ltd.	10%	Pakistan State Oil Co. Ltd.	7%
Pakistan Oilfields Ltd.	10%	ICI Pakistan Ltd.	5%
The Hub Power Co. Ltd.	9%	DG Khan Cement Co. Ltd.	4%
Pakistan Petroleum Ltd.	9%	Meezan Bank Ltd.	3%

## Sector Allocation:



## Fund Review

Net assets of Meezan Islamic Income Fund (MIIF) stood at Rs. 1.5 billion as on February 29, 2012. MIIF has provided an annualized return of 14.6% for the month of February as compared to its benchmark which has provided an annualized return of 6.0% during the same period.

## Investment Objective:

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

## Fund Details:

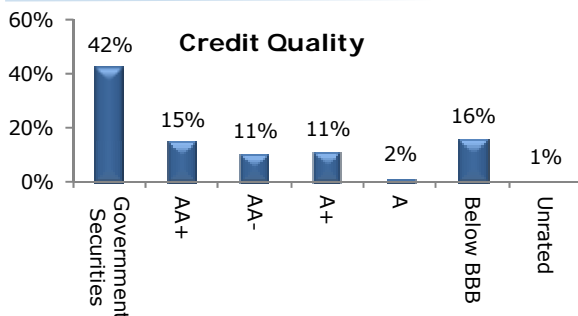
Fund Type:	Open End
Risk Level	Minimal
Launch Date	15-Jan-07
Trustee	CDC
Auditors	A.F. Ferguson & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B and C
Management Fee	1.5%
Front End Load	0.5%
Fund Category	Income
Leverage	Nil
Listing	KSE
AMC Rating	AM2
Rating Agency	JCRVIS
Fund Stability Rating	A(f)
Pricing Mechanism	Forward
Weighted average time to maturity	1.42 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	M. Ali, CFA, FRM
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib M. Ali, CFA, FRM M. Farhan Lakhani Bushra Tariq Shakil Ahmed

## Fund Assets:

	Jan' 12	Feb' 12	MoM %
Net Assets (Rs mn)	1,527	1,502	-1.68%
NAV Per Unit (Rs)	51.29	51.85	1.09%

## Credit Quality of Portfolio:

Government Securities	42%
AA+	15%
AA-	11%
A+	11%
A	2%
Below BBB	16%
Unrated	1%



## Performance - Annualized Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MIIF	14.6%	18.3%	2.6%	5.4%	9.2%	9.2%	9.0%	9.1%
Benchmark	6.0%	6.0%	6.0%	6.0%	5.9%	5.9%	5.9%	5.9%

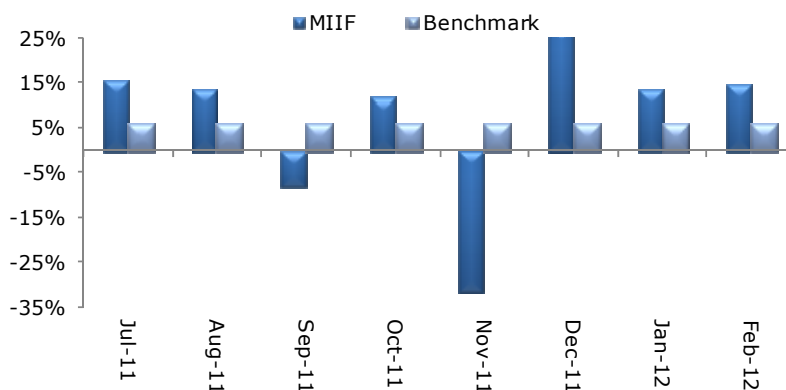
\*\* Performance start date of Jan 15, 2007

## Annual Returns:

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

\* 163 days of operations

## Monthly Performance:



## Top Ten Portfolio holdings:(% of NAV):

GoP Ijarah Sukuk III	18%	GoP Ijarah Sukuk IV	7%
GoP Ijarah Sukuk IX	17%	Maple Leaf Sukuk -I	7%
Engro Fertilizer Ltd.	10%	HUBCO (Commercial Paper)	7%
Eden Housing Ltd.	9%	KAPCO (Commercial Paper)	6%
Century Paper & Board Ltd.	8%	Sitara Chemicals Ltd. - III	3%

## Sector Allocation:

	Jan'12	Feb'12
Sukuk	39%	40%
Government backed / Guaranteed Securities	43%	42%
Cash	1%	2%
Commercial Paper	13%	13%
Others Including receivables	3%	3%

## Details of Non Performing Investments:

Name of Non -compliant investments	Type of Investments	Value of Investments before provision	Provision held if any / Diminishing Market Value	Value of investments after provision	% of Net Assets	% of Gross Assets
Arzoo Textile Mills Ltd.	Sukuk	70,000,000	70,000,000	0.00	0.00%	0.00%
Eden Housing Limited	Sukuk	186,553,125	56,965,491	129,587,634	8.63%	8.53%
Maple Leaf Cement - I	Sukuk	319,456,000	217,230,080	102,225,920	6.81%	6.73%
Maple Leaf Cement - II	Sukuk	12,000,000	3,551,280	8,448,720	0.56%	0.56%
Security Leasing Corporation Ltd. - II	Sukuk	20,143,229	8,127,793	12,015,436	0.80%	0.79%

## Fund Review

Net assets of Meezan Cash Fund (MCF) stood at Rs. 6.9 billion as at February 29, 2012. MCF has provided an annualized return of 11.0% for the month of February as compared to its benchmark which has provided an annualized return of 8.0% during the same period.

## Investment Objective:

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

## Fund Details:

Fund Type:	Open End
Risk Level	Minimal
Launch Date	15-Jun-09
Trustee	CDC
Auditors	A.F. Ferguson & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B and C
Management Fee	1%
Front End Load	Nil
Back End Load*	0.1% if redemption within 3 days
Fund Category	Money Market
Leverage	Nil
Listing	ISE
AMC Rating	AM2
Rating Agency	JCRVIS
Fund Stability Rating	AA (f)
Pricing Mechanism	Forward
Weighted average time to maturity	16.58 Days
Benchmark	Average return on 6-month Islamic bank deposits
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	M. Ali, CFA, FRM

Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib M. Ali, CFA, FRM M. Farhan Lakhani Bushra Tariq Shakil Ahmed
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## Fund Assets:

	Jan' 12	Feb' 12	MoM %
Net Assets (Rs mn)	6,621	6,874	3.82%
NAV Per Unit (Rs) *	50.16	50.14	0.83%

\*Ex-Dividend NAV

## Rating Exposure:

AA+	69%
AA	30%
AA-	0.1%##

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

## Portfolio Composition:

	Jan'12	Feb'12
Placements with Banks and DFIs	15%	14%
Commercial Paper	8%	8%
Cash	76%	77%
Other Including receivables	1%	1%

## Performance – Annualized Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MCF	11.0%	10.9%	11.2%	11.3%	11.5%	-	-	10.7%
Benchmark	8.0%	8.0%	8.1%	8.2%	8.2%	-	-	7.9%

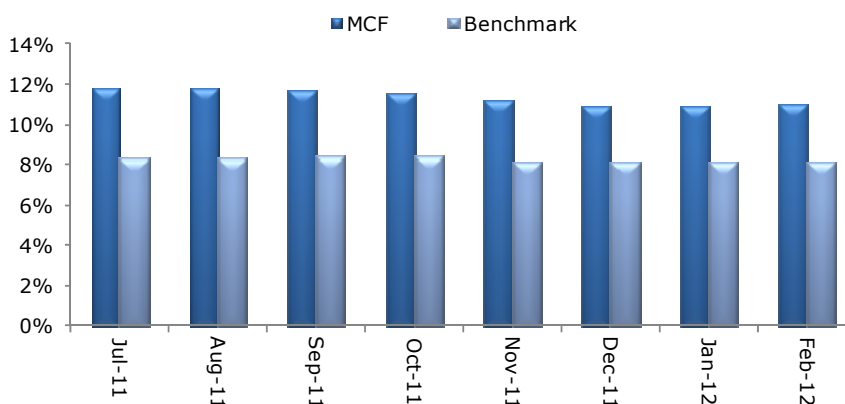
\*\* Performance start date of June 15, 2009

## Annual Returns:

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

#15 days of operations

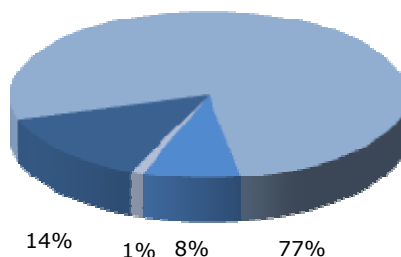
## Monthly Performance:



## Portfolio: Salient Features

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

## Asset Allocation:



- Placements with Banks and DFIs
- Cash
- Commercial Paper
- Other Including receivables

## Fund Review

Net assets of Meezan Sovereign Fund (MSF) stood at Rs. 19.66 billion as on February 29, 2012. For the month of February, the fund has provided an annualized return of 10.9% as compared to its benchmark which has provided an annualized return of 8.0% during the same period.

## Investment Objective:

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

## Fund Details:

Fund Type:	Open End
Risk Level	Minimal
Launch Date	10-Feb-10
Trustee	CDC
Auditors	A.F. Ferguson & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B, C and D
Management Fee	1%
Front End Load	0.5%
Back End Load	Nil
Fund Category	Income
Leverage	Nil
Listing	ISE
AMC Rating	AM2
Rating Agency	JCRVIS
Fund Stability Rating	AA+ (f)
Pricing Mechanism	Forward
Weighted average time to maturity	1.71 Years
Benchmark	Average return on 6-month Islamic bank deposits
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	M. Ali, CFA, FRM

Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib M. Ali, CFA, FRM M. Farhan Lakhani Bushra Tariq Shakil Ahmed
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## Fund Assets:

	Jan' 12	Feb' 12	MoM %
Net Assets (Rs mn)	19,265	19,658	2.04%
NAV Per Unit (Rs) *	50.78	51.20	0.82%

\*Ex-Dividend NAV

## Asset Rating:

Government Guaranteed	77%
AA+	15%
AA	6%

## Asset Allocation:

	Jan '12	Feb '12
Government Guaranteed	78%	77%
Cash	20%	21%
Other Including receivables	2%	2%

## Performance - Annualized Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MSF	10.9%	11.5%	11.7%	11.8%	12.0%	-	-	11.3%
Benchmark	8.0%	8.0%	8.1%	8.2%	8.2%	-	-	8.1%

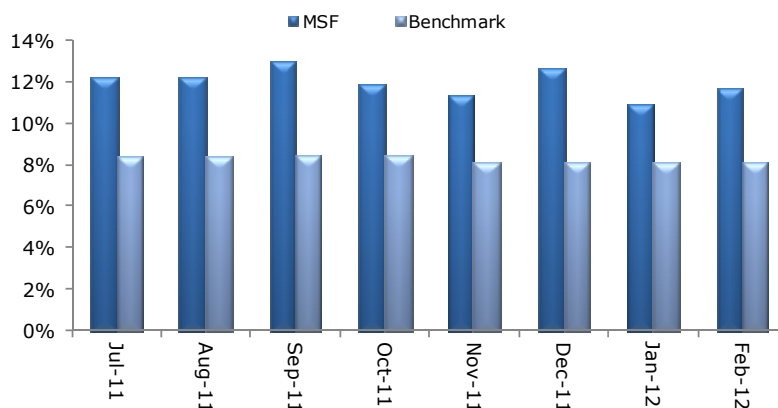
\*\* Performance start date of Feb 10, 2010,

## Annual Returns:

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

\* 140 days of operations

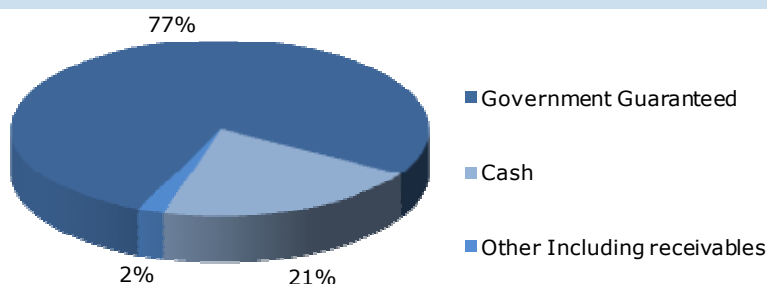
## Monthly Performance:



## Portfolio: Salient Features

Key Benefits	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	Investments in High Grade & Liquid avenues: Minimum 70% Investment in Government backed / issued securities (rated 'AAA') Placements in top rated banks and financial institutions Weighted Average Time to Maturity of Portfolio : Not more than 4 years
Benchmark	Average return on 6-month Islamic bank deposits

## Asset Allocation:





## Fund Review:

The fund was launched on July 5, 2011. As at February 29, the net assets of Meezan Capital Protected Fund (MCPF-II) stood at Rs. 428 million. For the month of February 2012, MCPF-II provided a return of 2.1%.

## Investment Objective:

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

## Fund Details:

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

Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib M. Ali, CFA, FRM M. Farhan Lakhani Bushra Tariq Shakil Ahmed
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## Fund Assets:

	Jan' 12	Feb' 12	MoM %
Net Assets (Rs mn)	419	428	2.15%
NAV Per Unit (Rs)	53.07	54.21	2.15%

## Asset Allocation:

Equity (%)	22.0
GoP Guaranteed Securities (%)	65.9
Cash & Cash Equivalents (%)	12.1

## Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MCPF-II	2.1%	4.3%	6.7%	8.4%	-	-	-	8.4%

\*\* Performance start date of Jul 5, 2011,

## Annual Returns:

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

## Portfolio: Salient Features

### Key Benefits

- 100% Capital Protection.
- Optimal Halal returns while remaining in Capital Protection structure.
- Tax exempt returns (under applicable Tax Laws)
- Tax Credit ( as per Tax Law)
- Professional Fund Management by the largest asset management company in private sector in Pakistan

### Investment Policy and Strategy

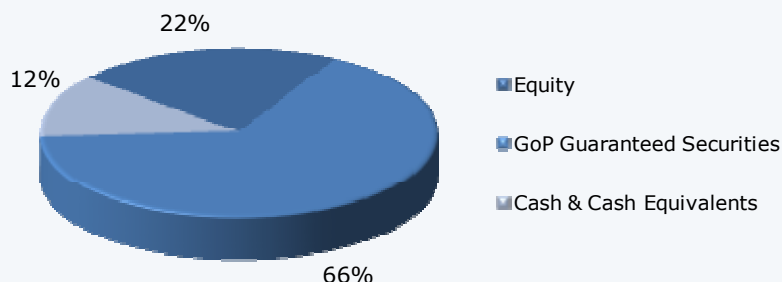
#### Capital Protection Segment

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

#### Investment Segment

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

## Asset Allocation:



## Fund Review:

As at February 29, 2012, total size of Meezan Tahaffuz Pension Fund (MTPF) stood at Rs. 536 million. For the month of February, the NAV of equity sub fund increased by 6.3% while the NAV of debt and money sub funds provided an annualized return of 10.8% and 10.5% respectively.

## Investment Objective:

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

## Fund Details:

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

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

Rs (Mn)	Jan '12	Feb '12	MoM %
MTPF- Equity	218	244	12.1%
MTPF- Debt	174	182	4.6%
MTPF- MMkt	108	110	2.0%
<b>Total Fund</b>	<b>500</b>	<b>536</b>	<b>7.3%</b>

## NAV per unit:

Rs	Jan '12	Feb '12	MoM %
MTPF- Equity	141.3	150.2	6.3%
MTPF- Debt	151.3	152.6	0.8%
MTPF- MMkt	152.5	153.7	0.8%

## Sukuk Holdings – MTPF (Debt fund):

GoP Ijarah Sukuk V	31.9%
GoP Ijarah Sukuk IX	29.7%
GoP Ijarah Sukuk X	7.7%
GoP Ijarah Sukuk VIII	7.2%
GoP Ijarah Sukuk VII	2.8%
GoP Ijarah Sukuk IV	1.7%
GoP Ijarah Sukuk VI	1.7%
Maple Leaf Cement	1.0%
Eden Housing Limited	0.6%
Security Leasing Sukuk II	0.4%

## Performance – Cumulative Returns:

	1M	3M	6M	YTD	1Yr	3Yr	5Yr	PSD**
MTPF- Equity	6.3%	9.8%	14.3%	9.3%	20.0%	172.1%	-	49.9%
MTPF- Debt*	10.8%	11.0%	8.2%	9.0%	10.3%	10.1%	-	9.4%
MTPF- MMkt*	10.5%	10.5%	11.3%	11.4%	11.3%	10.3%	-	9.6%

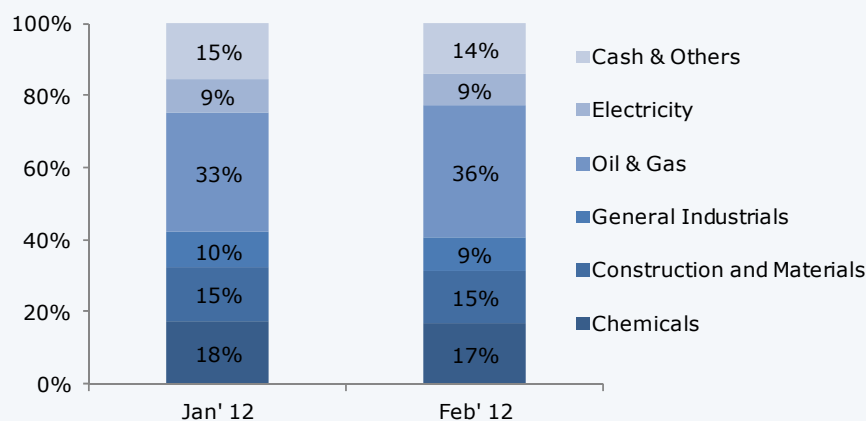
\*\* Performance start date of June 28, 2007,

\* annualized return

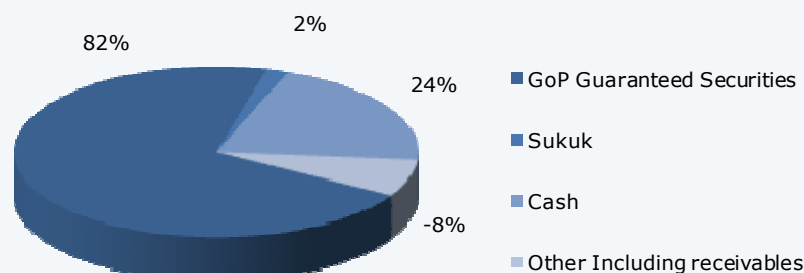
## Annual Returns:

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

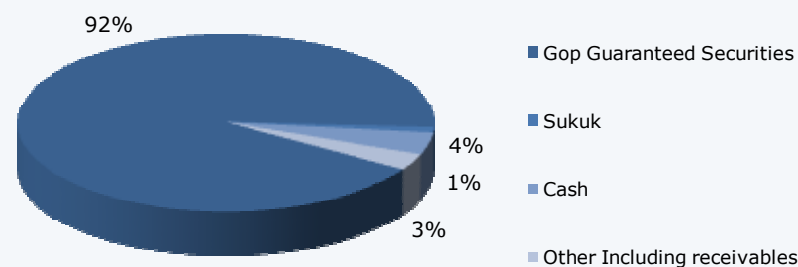
## Sector Weightage as % of Net Assets (MTPF – Equity):



## MTPF Debt Sub Fund:



## MTPF Money Market Sub Fund:





## PAKISTAN'S ONLY SHARIAH-COMPLIANT CLOSED-END FUND

### Fund Review:

Net assets of Meezan Balanced Fund (MBF) as at February 29, 2012 stood at Rs. 1.50 billion. The fund's NAV increased by 3.6% 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:	Closed End
Risk Level	Minimal
Launch Date	20-Dec-2004
Trustee	CDC
Auditors	A.F. Ferguson & Co.
Registrar	THK Associates
Management Fee	2%
Fund Category	Balanced
Leverage	Nil
Listing	KSE
AMC Rating	AM2
Rating Agency	JCRVIS
Benchmark	50% KMI-30 Index 50% Average bank Deposit rate of three Islamic banks
Fund Manager	M. Farhan Lakhani
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib M. Ali, CFA, FRM M. Farhan Lakhani Bushra Tariq Shakil Ahmed

### Funds Asset:

	Jan' 12	Feb' 12	MoM %
Net Assets (Rs mn)	1,402	1,452	3.63%
NAV Per Unit (Rs)	11.68	12.10	3.63%

### Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MBF	4%	7%	11%	11%	19%	111%	77%	166%
Benchmark	3%	5%	8%	6%	14%	86%	29%	70%

\*\* Performance start date of Dec 20, 2004

### Annual Returns:

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

\* Performance start date of Dec 20, 2004

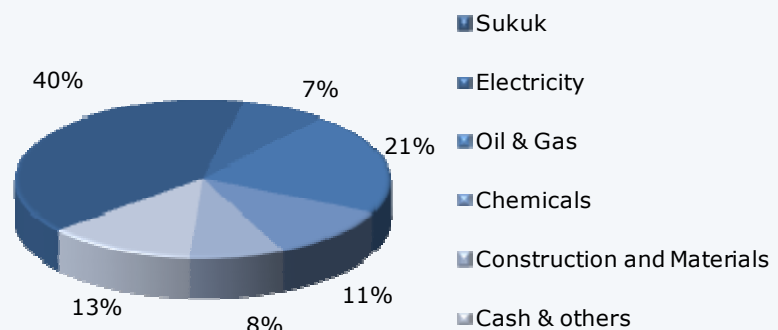
### Top Ten Portfolio holdings:(% of NAV):

	Equity	Sukuk
Hub Power Co. Ltd.	8%	KAPCO (Commercial Paper) 12.05%
Pakistan Oilfields Ltd.	6%	HUBCO (Commercial Paper) 6.89%
Oil & Gas Development Co. Ltd.	6%	GoP Ijarah Sukuk -IV 6.40%
Fauji Fertilizer Co. Ltd.	5%	Engro Fertilizer Ltd. 3.49%
Lucky Cement Ltd.	5%	GoP Ijarah Sukuk -III 1.72%

### Sector Allocation:

	Jan'12	Feb'12
Equity	56%	56%
GoP Guaranteed Securities	9%	8%
Sukuk	6%	6%
Commercial Paper	20%	19%
Cash	9%	11%

### Sector Performance:



■ Sukuk

■ Electricity

■ Oil & Gas

■ Chemicals

■ Construction and Materials

■ Cash & others