

# Al Meezan Investment Management Limited

August 05, 2013

MKT/FMR/01/14

Dear Investor,

We would like to extend Eid greetings to you and your family.

By the grace of Almighty Allah and the valuable support and patronage of our investors, Al Meezan is among the leading asset management companies with total assets under management of over Rs. 49.6 billion as on July 31, 2013.

## Interim Dividend Payout for Meezan Cash Fund (MCF) for FY2013-2014

We are pleased to announce 1<sup>st</sup> interim dividend for MCF for the period ended July 24, 2013 as follows:

| Fund                   | Dividend (Rs.) per unit | % of par value of Rs. 50/- | FYTD Return |
|------------------------|-------------------------|----------------------------|-------------|
| Meezan Cash Fund (MCF) | 0.27                    | 0.54%                      | 7.22%       |

## Funds' Performance

During the month of July 2013, the Stock Market took desired correction and is expected to continue with positive momentum. The decline looks to create a room for further enhancement with the upcoming results season and strong fundamentals. For the month of July, our equity funds showed consistent performance and earned healthy returns for our investors as indicated in the table below:

|  | CYTD 13 Returns | FY 13 Returns |
|--|-----------------|---------------|
| <b>Equity Funds</b>                                  |                 |               |
| Meezan Islamic Fund (MIF)                            | 37.42%          | 50.73%        |
| Al Meezan Mutual Fund (AMMF)                         | 37.74%          | 50.56%        |
| Meezan Tahaffuz Pension Fund-(MTPF- Equity Sub Fund) | 38.93%          | 54.93%        |
| KSE Meezan Index Fund( KMIF)                         | 36.51%          | 49.64%        |
| <b>Fixed Income Funds</b>                            |                 |               |
| Meezan Tahaffuz Pension Fund-(MTPF- Debt Sub Fund)   | 7.00%           | 8.26%         |
| Meezan Tahaffuz Pension Fund-(MTPF- M. Mkt Sub Fund) | 6.62%           | 7.77%         |
| Meezan Sovereign Fund (MSF)                          | 7.87%           | 9.11%         |
| Meezan Cash Fund (MCF)                               | 7.68%           | 8.78%         |
| Meezan Islamic Income Fund (MIIF)                    | 10.88%          | 14.45%        |
| <b>Fund of Funds</b>                                 |                 |               |
| MFPF- Aggressive Allocation Plan*                    | 12.65%          | 8.99%         |
| MFPF- Moderate Allocation Plan*                      | 7.85%           | 6.52%         |
| MFPF- Conservative Allocation Plan*                  | 5.08%           | 3.76%         |

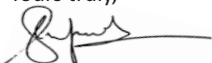
\*MFPF- Performance start date of April 12, 2013

## Meezan Islamic Fund- 10 Years

Meezan Islamic Fund (MIF) is Pakistan's largest open-end equity fund in the private sector, with current assets under management of over Rs. 10 Billion. The fund has completed decade of operation in August 2013. MIF has provided a remarkable return of 50.73% for the fiscal year 2013. An investor who invested Rs. 100,000 three years ago, his investment value has appreciated to Rs. 261,278/- providing a cumulative return of 161.3%. Similarly, an investor who invested Rs.100,000 ten years ago, his investment value has appreciated to Rs. 726,940/- providing a cumulative return of 627% and an annualized return of over 22.1% per annum since the fund's launch in 2003 while stock market delivered a return of 433% in the same period. We would like to invite our valued investors to invest in MIF and maximize the return potential over the medium to long term.

We reiterate our commitment on achieving excellence in fund management, providing Sharia'h compliant investment solutions and a delightful customer experience.

Yours truly,



Shahid Gul Motiwala  
EVP- Head of Marketing and Sales



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SMS Alerts

# Al Meezan Investment Management Limited

MKT/FMR/01/14

10 اگست 2013ء

معزز سرمایہ کار!

ہم آپ کو اور آپ کے اہل خانہ کو عید کی مبارکباد پیش کرتے ہیں۔

اللہ سبحانہ و تعالیٰ کے کرم اور اپنے سرمایہ کاروں کی سرپرستی کے سبب المیزان کا شمار معروف ایسٹ میجمنٹ کمپنیز میں ہوتا ہے جو کہ 31 جولائی 2013ء کے مطابق مجموعی طور پر 49.6 بلین روپے سے زیادہ کے اثاثوں کی سرمایہ کاری میں مصروف ہے۔

## میزان کیش فنڈ (MCF) کے عبوری منافع کی ادائیگی برائے مالی سال 2013-2014ء

ہمیں 24 جولائی 2013ء کو رقم ہونے والے عرصے کیلئے MCF کی پہلی عبوری منافع کی ادائیگی کے اعلان پر خوشی محسوس ہو رہی ہے جسکی تفصیلات درج ذیل ہیں:

| منافع FY14 | 50/- روپے کے پاور ویلیو کا % | فی یونٹ منافع (روپے) | فنڈ                 |
|------------|------------------------------|----------------------|---------------------|
| 7.22%      | 0.54%                        | 0.27                 | میزان کیش فنڈ (MCF) |

## فنڈز کی کارکردگی

جولائی 2013ء کے دوران اسٹاک مارکیٹ حسب توقع رہی اور تاحال مثبت رجحان کے ساتھ جاری رہنے کی امید ہے۔ مندی آئندہ آنے والی نتائج اور بنیادی اصولوں کے ساتھ مزید اضافے کا پیش خیمہ ثابت ہوگی۔ جولائی کے مہینے میں ہمارے ایکویٹی فنڈز نے مسلسل کارکردگی دکھائی اور ہمارے سرمایہ کاروں کے لیے بھاری منافع کمایا، جیسا کہ دیے گئے ٹیبل میں واضح ہے:

| منافع FY13 | منافع CYTD13 | ایکویٹی فنڈز                                     |
|------------|--------------|--|
| 50.73%     | 37.42%       | میزان اسلامک فنڈ (MIF)                           |
| 50.56%     | 37.74%       | المیزان میوچل فنڈ (AMMF)                         |
| 54.93%     | 38.93%       | میزان تحفظ ہینیشن فنڈ (MTPF - ایکویٹی سب فنڈ)    |
| 49.64%     | 36.51%       | کے ایس ای میزان انڈیکس فنڈ (KMIF)                |
|            |              | فیکسڈ انکم فنڈز                                  |
| 8.26%      | 7.00%        | میزان تحفظ ہینیشن فنڈ (MTPF - ڈیٹ سب فنڈ)        |
| 7.77%      | 6.62%        | میزان تحفظ ہینیشن فنڈ (MTPF - منی مارکیٹ سب فنڈ) |
| 9.11%      | 7.87%        | میزان سوورن فنڈ (MSF)                            |
| 8.78%      | 7.68%        | میزان کیش فنڈ (MCF)                              |
| 14.45%     | 10.88%       | میزان اسلامک انکم فنڈ (MIIF)                     |
|            |              | فنڈ آف فنڈز                                      |
| 8.99%      | 12.65%       | ایم ایف پی ایف - ایگریسیو ایکویٹی لین پلان       |
| 6.52%      | 7.85%        | ایم ایف پی ایف - ماڈریٹ ایکویٹی لین پلان         |
| 3.76%      | 5.08%        | ایم ایف پی ایف - کنزروٹیو ایکویٹی لین پلان       |

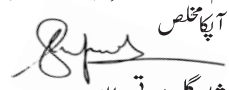
ایم ایف پی ایف - کارکردگی کے آغاز کی تاریخ، 12 اپریل 2013ء

## میزان اسلامک فنڈ - 10 سال

میزان اسلامک فنڈ (MIF) پرائیویٹ سیکٹر میں پاکستان کا سب سے بڑا اوپن اینڈ ایکویٹی فنڈ ہے جو کہ تاحال دس بلین سے زائد اثاثوں کی سرمایہ کاری میں مصروف ہے۔ اگست 2013ء میں یہ فنڈ اپنی کارکردگی کے دس سال مکمل کر چکا ہے۔ مالی سال 2013ء میں MIF نے 50.73 فیصد کا شاندار منافع فراہم کیا۔ ایک سرمایہ کار جس نے تین سال پہلے 100,000 روپے کی سرمایہ کاری کی اسکی انویسٹمنٹ ویلیو 161.3 فیصد کے مجموعی منافع کے ساتھ 261,278 روپے ہو چکی ہے۔ اسی طرح ایک سرمایہ کار جس نے 10 سال قبل 100,000 کی سرمایہ کاری کی تھی، اسکی انویسٹمنٹ ویلیو 627 فیصد کے مجموعی منافع کے ساتھ 726,940 روپے ہو چکی ہے اور سال 2013ء میں فنڈ کے آغاز سے اب تک فی سال کے حساب سے 22.1 فیصد سے سالانہ منافع بڑھ چکا ہے جبکہ اس دورانیے میں اسٹاک مارکیٹ نے 43.3 فیصد کا منافع فراہم کیا۔ ہم اپنے معزز صارفین کو منافع میں مکتہ اضافے کیلئے MIF اس طویل المدت سرمایہ کاری کی دعوت دیتے ہیں۔

ہم فنڈ میجمنٹ، سرمایہ کاری میں شرعی تقاضوں سے ہم آہنگ بہترین مواقع اور بہترین سروسز فراہم کرنے کیلئے کوشاں اور پرعزم ہیں۔

آپ کا مخلص



شاہد گل موقی والا

EVP - ہیڈ آف مارکیٹنگ اینڈ بیلز



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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 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. 49.6 billion as on July 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.

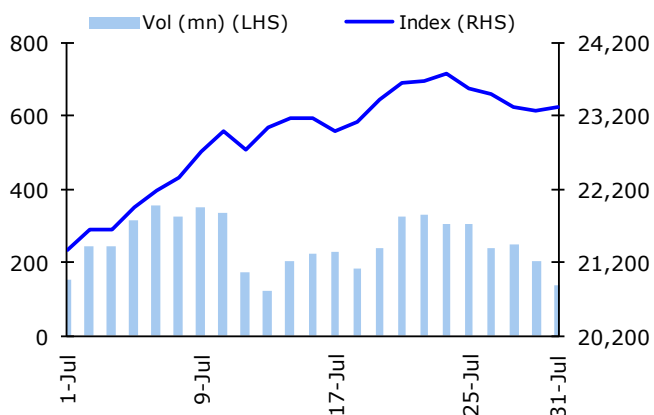
## Stock Market Review

The KSE-100 index in July, the first month of FY 14 appreciated by 11% to close at the level of 23,312. The government’s energy plan and agreement to IMF new program (subject to IMF board approval) provided fresh impetus to the market. There was US\$ 115 million outflow in net portfolio investment in the month of July, largely reflecting the one-off impact of strategic sale of US\$ 146 million by National Power in KAPCO. Volumes fell by 28% MoM to a daily average of 252mn shares, whereas traded value shot up to US\$106mn which is the highest since Oct 2009.

On the political front, the PML-N backed nominee Mamnoon Hussain was elected as Pakistan's 12th President. Conclusion of President Zardari’s term will continue to boost investors’ confidence. Banking stocks were the top performers, while ENGRO and PTC were the other notable gainers during the month; ENGRO rallied on news of additional 60mmcfcd gas supply from Mari, and PTC remained in the spot light initially due to expectations of an amicable solution of Etisalat deal followed by a much anticipated 10% dividend payout and an interest in acquiring Warid Telecom.

Going forward we believe key events to watch out will be (1) energy policy, particularly the quantum of increase in gas and electricity tariffs (2) inflation numbers for July and (3) Intensity of monsoon rains.

### KSE-100 Index Performance



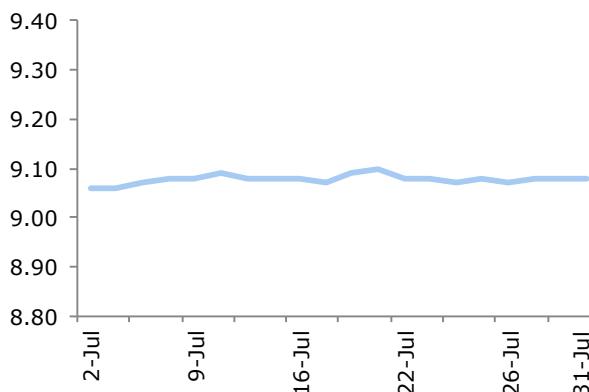
## Money Market Review

The money market witnessed a mixed liquidity scenario this month whereby SBP’s OMOs were seen both for injections as well as mop-ups; Rs. 631 billion was injected at a weighted average yield of 8.95% while Rs. 77 billion was mopped up at a weighted average yield of 8.46%. Despite last month’s key rate cut, the KIBORs still closed above the discount rate whereby the 3MK closed 7bps down at 9.01% and the 6MK closed 1bp down at 9.08%.

Activity in the Ijarah market remained subdued since the price levels kept getting readjusted based on changing market expectations regarding the future direction of the discount rate. Moreover, two T-bill auctions were conducted during the month whereby in total, Rs. 506 billion was accepted against a participation of Rs.524 billion with major acceptance in the 3 months T-bills (Rs. 297 billion in total at cut off yields of 8.97% and 8.96%). A PIB auction was also conducted whereby Rs. 17 billion was accepted against a participation of Rs. 19 billion with major acceptance in the 3 years category (Rs. 7 billion at a cut-off yield of 10.44%).

On the forex front, the rupee lost considerable value; in the interbank market it closed Rs. 2.05 weaker at Rs. 101.85/\$ while in the open market, it closed Rs. 1.85 weaker at Rs. 102.60/\$.

### 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. 10.64 billion as on July 31, 2013. The fund's NAV increased by 9.2% during the month of July as compared to 11.1% increase in benchmark index (KMI-30) while KSE-100 Index during the same period increased by 11.0%. As on July 31, the fund was 90% 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<br>Muhammad Asad<br>Sanam Zaib, CFA<br>Ahmed Hassan, CFA<br>Dr. Gohar Rasool<br>Zain Malik |
|---------------------------------|---|

## Fund Net Assets:

|                    | Jun' 13 | Jul' 13 | MoM % |
|--------------------|---------|---------|-------|
| Net Assets (Rs mn) | 9,476   | 10,641  | 12.3% |
| NAV Per Unit (Rs)* | 62.42   | 49.05   | 9.21% |

\*Ex-Dividend NAV

## Asset Allocation:

|                       | Jun'13 | Jul' 13 |
|-----------------------|--------|---------|
| Equity (%)            | 91.58  | 90.14   |
| Cash (%)              | 8.11   | 9.67    |
| Other receivables (%) | 0.31   | 0.19    |

|                |       |       |
|----------------|-------|-------|
| Expense Ratio* | 3.39% | 4.07% |
| P/E            | 7.9   | 8.4   |

\*Management fee is included in the expense ratio

## Risk Measures-July'13:

|                        | MIF  | KSE-100 index | KMI-30 Index |
|------------------------|------|---------------|--------------|
| Standard Deviation (%) | 1.40 | 0.82          | 0.81         |
| Sharpe Ratio           | 0.25 | 0.53          | 0.54         |

## Performance - Cumulative Returns:

|            | 1M  | 3M  | 6M  | FYTD | 1Yr | 3Yr  | 5Yr  | PSD* | CAGR* |
|------------|-----|-----|-----|------|-----|------|------|------|-------|
| MIF        | 9%  | 23% | 35% | 9%   | 56% | 150% | 193% | 631% | 22%   |
| Benchmark# | 11% | 24% | 37% | 11%  | 62% | 155% | 199% | 435% | 18%   |

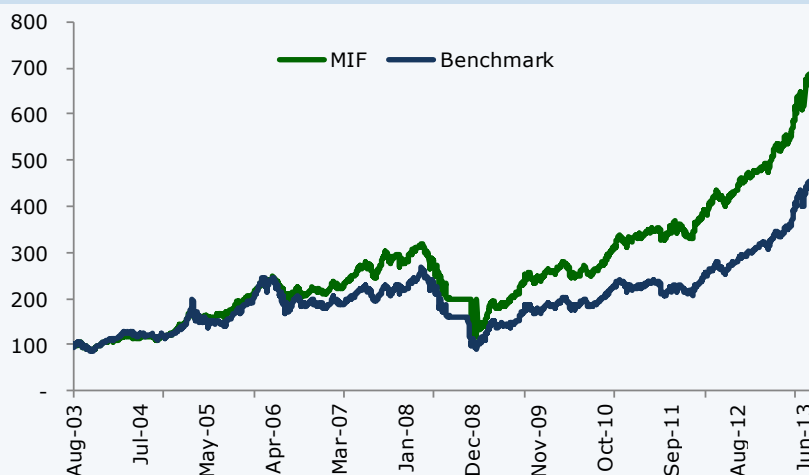
\* Performance start date of August 08, 2003, CAGR since inception

# 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 |
|-----------|------|------|------|------|------|------|------|------|
| MIF       | 51%  | 19%  | 39%  | 31%  | -30% | 0%   | 29%  | 30%  |
| Benchmark | 54%  | 14%  | 44%  | 37%  | -35% | 1%   | 17%  | 25%  |

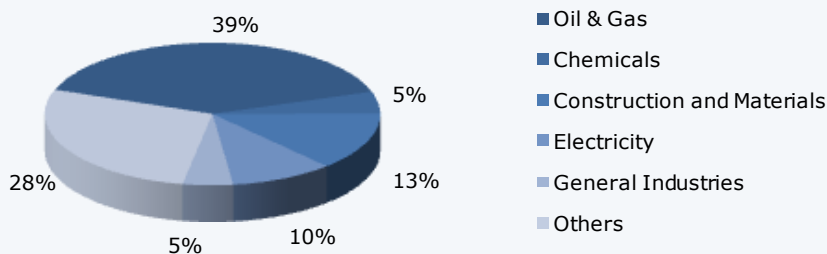
## Fund's Performance:



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

|                                |     |                         |    |
|--------------------------------|-----|-------------------------|----|
| Oil & Gas Development Co. Ltd. | 12% | Lucky Cement Ltd.       | 7% |
| Pakistan Oilfields Ltd.        | 10% | DG Khan Cement Co. Ltd. | 6% |
| The Hub Power Co. Ltd.         | 10% | Nishat Mills Ltd.       | 5% |
| Pakistan State Oil Co. Ltd.    | 10% | Engro Foods Ltd.        | 4% |
| Pakistan Petroleum Ltd.        | 8%  | 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. 0.41/0.84%. 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 July 31, 2013 stood at Rs. 2.30 billion. The fund's NAV increased by 9.5% during the month of July as compared to 11.1% increase in benchmark index (KMI-30) while KSE-100 Index during the same period increased by 11.0%. As on July 31, the fund was 90% 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<br>Muhammad Asad<br>Sanam Zaib, CFA<br>Ahmed Hassan, CFA<br>Dr. Gohar Rasool<br>Zain Malik |

## Fund Net Assets:

|                    | Jun' 13 | Jul' 13 | MoM % |
|--------------------|---------|---------|-------|
| Net Assets (Rs mn) | 2,190   | 2,300   | 5.0%  |
| NAV Per Unit (Rs)* | 16.09   | 13.79   | 9.5%  |

\*Ex-Dividend NAV

## Asset Allocation:

|                       | Jun' 13 | Jul' 13 |
|-----------------------|---------|---------|
| Equity (%)            | 90.71   | 90.06   |
| Cash (%)              | 8.89    | 9.48    |
| Other receivables (%) | 0.40    | 0.46    |
| Expense Ratio*        | 3.33%   | 4.33    |

\*Management fee is included in the expense ratio

## Risk Measures – July'13:

|                        | AMMF | KSE-100 index | KMI-30 Index |
|------------------------|------|---------------|--------------|
| Standard Deviation (%) | 1.37 | 1.16          | 1.22         |
| Sharpe Ratio           | 0.28 | -0.18         | -0.12        |

## Performance - Cumulative Returns:

|            | 1M  | 3M  | 6M  | FYTD | 1Yr | 3Yr  | 5Yr  | PSD*   | CAGR* |
|------------|-----|-----|-----|------|-----|------|------|--------|-------|
| AMMF       | 10% | 23% | 35% | 10%  | 56% | 146% | 156% | 1,559% | 18%   |
| Benchmark# | 11% | 24% | 37% | 11%  | 62% | 155% | 199% | 1,290% | 17%   |

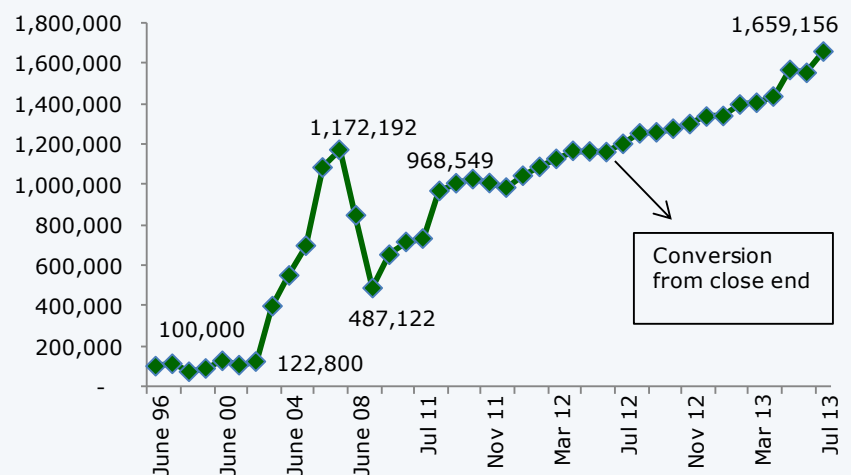
\* Performance start date of July 13, 1995, CAGR since inception

# 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%  |

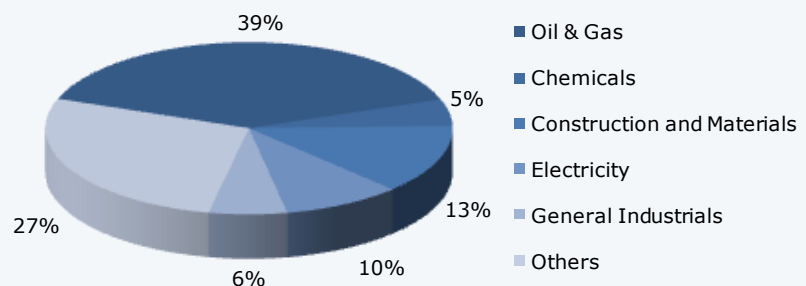
## Investment Growth from FY 1996 - to Date



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

|                                |     |                           |    |
|--------------------------------|-----|---------------------------|----|
| Oil & Gas Development Co. Ltd. | 11% | DG Khan Cement Co. Ltd.   | 6% |
| Pakistan Oilfields Ltd.        | 10% | Lucky Cement Ltd.         | 6% |
| Pakistan State Oil Co. Ltd.    | 9%  | Packages Ltd.             | 5% |
| The Hub Power Co. Ltd.         | 9%  | Fauji Fertilizer Co. Ltd. | 4% |
| Pakistan Petroleum Ltd.        | 9%  | Engro Food 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. 0.15/1.07% . 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. 2.7 billion as on July 31, 2013. MIIF has provided an annualized return of 9.08% for the month of July 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 | 1.08 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<br>Muhammad Asad<br>Sanam Zaib, CFA<br>Ahmed Hassan, CFA<br>Dr. Gohar Rasool<br>Zain Malik |
|---------------------------------|---|

## Fund Net Assets:

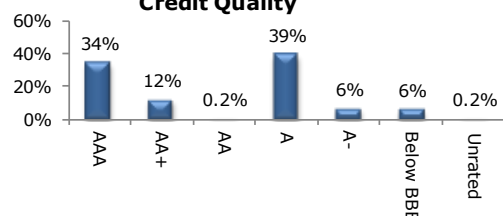
|                    | Jun' 13 | Jul' 13 | MoM % |
|--------------------|---------|---------|-------|
| Net Assets (Rs mn) | 2,645   | 2,689   | 1.67% |
| NAV Per Unit (Rs)* | 53.95   | 50.59   | 0.77% |

\*Ex-Dividend NAV

## Credit Quality of Portfolio:

|           |       |
|-----------|-------|
| AAA       | 34.3% |
| AA+       | 11.7% |
| AA        | 0.2%  |
| A         | 39.2% |
| A-        | 6.5%  |
| Below BBB | 5.8%  |
| Unrated   | 0.2%  |

### Credit Quality



## Performance - Annualized Returns:

|           | 1M    | 3M    | 6M     | FYTD  | 1Yr    | 3Yr    | 5Yr    | PSD*   |
|-----------|-------|-------|--------|-------|--------|--------|--------|--------|
| MIIF      | 9.08% | 9.33% | 11.66% | 9.08% | 14.40% | 12.44% | 12.58% | 13.37% |
| Benchmark | 5.09% | 5.12% | 4.98%  | 5.09% | 5.56%  | 5.80%  | 5.86%  | 5.84%  |

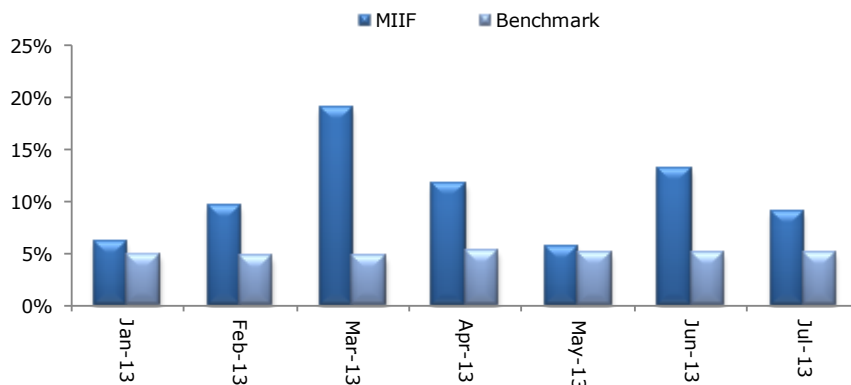
\* Performance start date of Jan 15, 2007

## 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     | 13.14% | GoP Ijarah Sukuk XII  | 3.65% |
| KAPCO (Commercial Paper) | 8.22%  | Maple Leaf Sukuk -I   | 3.36% |
| GoP Ijarah Sukuk XIII    | 8.21%  | Eden Housing Ltd.     | 2.40% |
| Engro Fertilizer Ltd.    | 6.46%  | GoP Ijarah Sukuk VIII | 2.19% |
| GoP Ijarah Sukuk IX      | 6.21%  | Eden Builders Limited | 0.33% |

## Asset Allocation:

|   | Jun'13 | Jul'13 |
|---|--------|--------|
| Sukuks                                    | 13%    | 13%    |
| Government backed / Guaranteed Securities | 34%    | 33%    |
| Cash                                      | 37%    | 43%    |
| Commercial Paper                          | 8%     | 8%     |
| Others Including receivables              | 8%     | 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                                       | -                                    | -               | -                 |
| Eden Housing Ltd                      | Sukuk               | 94,668,750                            | 28,907,860                                       | 65,760,890                           | 2.45%           | 2.40%             |
| Maple Leaf Cement - I                 | Sukuk               | 287,320,000                           | 195,377,600                                      | 91,942,400                           | 3.42%           | 3.36%             |
| Security Leasing Corporation Ltd - II | Sukuk               | 17,265,600                            | 12,085,920                                       | 5,179,680                            | 0.19%           | 0.19%             |

**WWF Disclosure:** The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.29.41mn. If the same were not made the NAV per Unit/return of the Scheme would be higher by Rs.0.55/1.09%. For details investors are advised to read Financial Statements of the Scheme.

## Fund Review

Net assets of Meezan Cash Fund (MCF) stood at Rs. 6.6 billion as at July 31, 2013. MCF has provided an annualized return of 7.22% for the month of July as compared to its benchmark which has provided an annualized return of 6.45% 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 | 56 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<br>Muhammad Asad<br>Sanam Zaib, CFA<br>Ahmed Hassan, CFA<br>Dr. Gohar Rasool<br>Zain Malik |

## Fund Net Assets:

|                     | Jun' 13 | Jul' 13 | MoM % |
|---------------------|---------|---------|-------|
| Net Assets (Rs mn)  | 6,511   | 6,579   | 1.04% |
| NAV Per Unit (Rs) * | 50.06   | 50.10   | 0.07% |

\*Ex-Dividend NAV

## Rating Exposure:

|     |     |
|-----|-----|
| AAA | 65% |
| AA+ | 5%  |
| AA  | 28% |

## Portfolio Composition:

|                                | Jun'13 | Jul'13 |
|--------------------------------|--------|--------|
| Placements with Banks and DFIs | 23%    | 15%    |
| Commercial Paper               | 3%     | 3%     |
| Government Guaranteed          | 32%    | 41%    |
| Cash                           | 38%    | 39%    |
| Other Including receivables    | 4%     | 2%     |

## Performance – Annualized Returns:

|           | 1M    | 3M    | 6M    | FYTD  | 1Yr   | 3Yr    | 5Yr | PSD*   |
|-----------|-------|-------|-------|-------|-------|--------|-----|--------|
| MCF       | 7.22% | 7.28% | 7.58% | 7.22% | 8.51% | 11.13% | -   | 11.77% |
| Benchmark | 6.45% | 6.57% | 6.59% | 6.45% | 6.96% | 7.75%  | -   | 7.75%  |

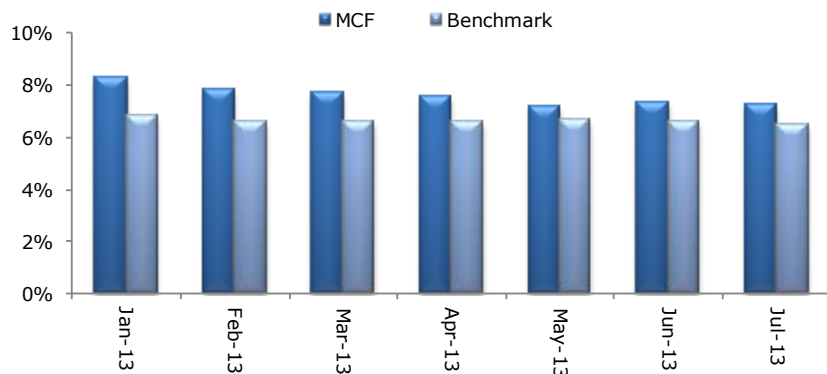
\* Performance start date of June 15, 2009

## 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

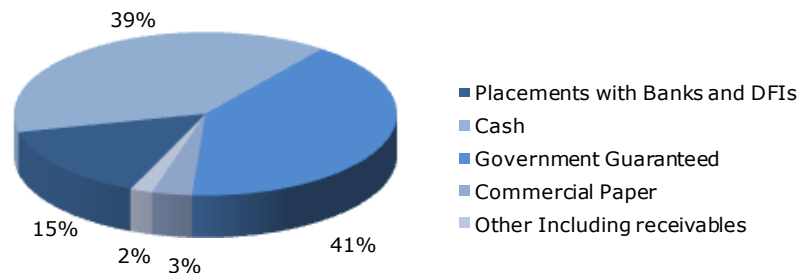
## Monthly Performance:



## Portfolio: Salient Features

|                                |   |
|--------------------------------|---|
| Key Benefits                   | <ul style="list-style-type: none"> <li>Maximum Preservation of Principal Investment</li> <li>High Liquidity (Redemption within two working days)</li> <li>*No Sales Load (No Entry or Exit charges)</li> <li>Tax Credit as per tax laws</li> </ul>  |
| Investment Policy and Strategy | <ul style="list-style-type: none"> <li>Investments in High Grade &amp; Liquid avenues:</li> <li>Instrument/Issuer Rating : <b>Minimum 'AA'</b></li> <li>Maximum Maturity of Instruments : <b>Six Months</b></li> <li>Average Time to Maturity of Portfolio : <b>Three Months</b></li> </ul> |
| 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.46.81mn. If the same were not made the NAV per Unit/return of the Scheme would be higher by Rs.0.36/0.72%. For details investors are advised to read Financial Statements of the Scheme.

## Fund Review

Net assets of Meezan Sovereign Fund (MSF) stood at Rs. 19.78 billion as on July 31, 2013. For the month of July, the fund has provided an annualized return of 7.55% as compared to its benchmark which has provided an annualized return of 6.45% 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 | 0.97 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<br>Muhammad Asad Sanam Zaib, CFA<br>Ahmed Hassan, CFA<br>Dr. Gohar Rasool Zain Malik |
|---------------------------------|---|

## Fund Net Assets:

|                    | Jun' 13 | Jul' 13 | MoM % |
|--------------------|---------|---------|-------|
| Net Assets (Rs mn) | 19,654  | 19,780  | 0.64% |
| NAV Per Unit (Rs)* | 51.07   | 50.36   | 0.64% |

\*Ex-Dividend NAV

## Asset Rating:

|     |     |
|-----|-----|
| AAA | 76% |
| AA+ | 7%  |
| AA  | 15% |

## Asset Allocation:

|                             | Jun '13 | Jul '13 |
|-----------------------------|---------|---------|
| Government Guaranteed       | 72%     | 70%     |
| Cash                        | 27%     | 28%     |
| Other Including receivables | 1%      | 2%      |

**WWF Disclosure:** The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.91.72mn. If the same were not made the NAV per Unit/return of the Scheme would be higher by Rs.0.23/0.46%. For details investors are advised to read Financial Statements of the Scheme.

## Performance - Annualized Returns:

|           | 1M    | 3M    | 6M    | FYTD  | 1Yr   | 3Yr    | 5Yr | PSD*   |
|-----------|-------|-------|-------|-------|-------|--------|-----|--------|
| MSF       | 7.55% | 7.59% | 7.75% | 7.55% | 8.86% | 11.41% | -   | 11.82% |
| Benchmark | 6.45% | 6.57% | 6.59% | 6.45% | 6.96% | 7.75%  | -   | 7.72%  |

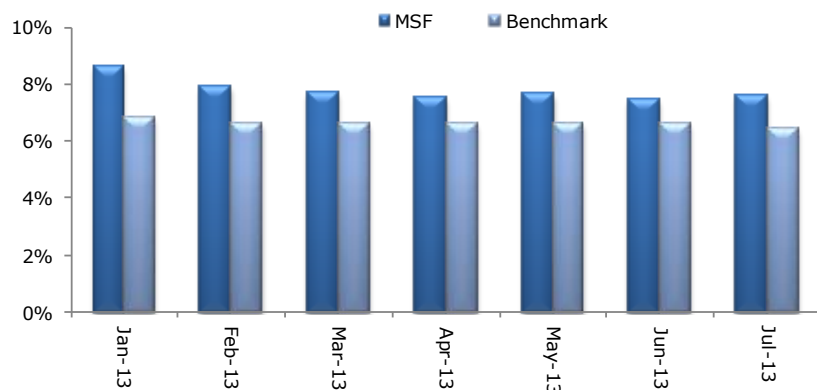
\* Performance start date of Feb 10, 2010,

## 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

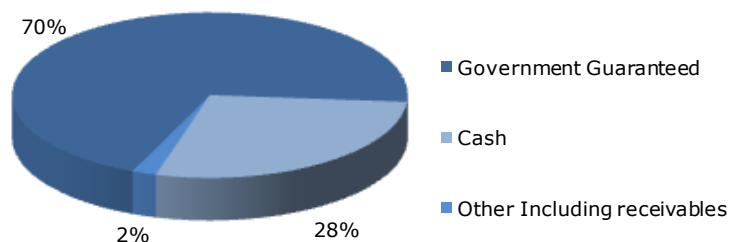
## Monthly Performance:



## Portfolio: Salient Features

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

## Asset Allocation:





## Fund Review:

For the month of July 2013, MCPF-II provided a return of 2.3%. The net assets of Meezan Capital Protected Fund (MCPF-II) have grown to Rs. 510 million as on July 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<br>Muhammad Asad<br>Sanam Zaib, CFA<br>Ahmed Hassan, CFA<br>Dr. Gohar Rasool<br>Zain Malik |

## Fund Net Assets:

|                    | Jun' 13 | Jul' 13 | MoM % |
|--------------------|---------|---------|-------|
| Net Assets (Rs mn) | 506     | 510     | 0.75% |
| NAV Per Unit (Rs)* | 58.19   | 53.49   | 2.30% |

\*Ex-Dividend NAV

## Asset Allocation:

|                                 |      |
|---------------------------------|------|
| GoP Guaranteed Securities (%)   | 77.1 |
| Equity (%)                      | 18.7 |
| Cash (%)                        | 2.4  |
| Other Including receivables (%) | 1.9  |

**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. 0.18/0.33%. 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   | 2.3% | 5.8% | 8.3%  | 2.3% | 16.1% | -   | -   | 33.8% | 15.1% |
| Benchmark | 3.2% | 7.2% | 11.8% | 3.2% | 20.8% | -   | -   | 34.5% | 15.3% |

\* 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

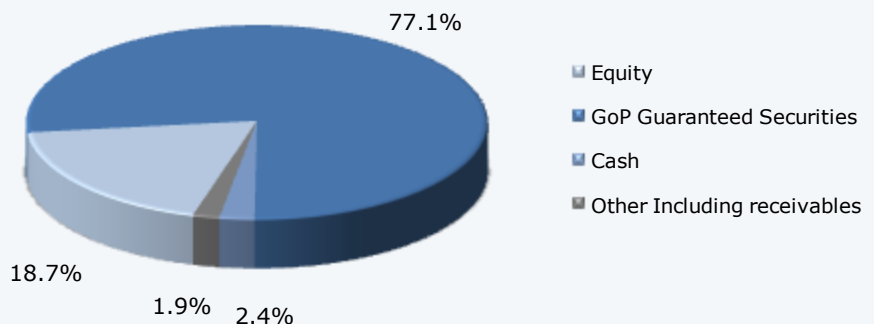
#### Capital Protection Segment

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 July 31, 2013, total size of net assets of Meezan Tahaffuz Pension Fund (MTPF) stood at Rs. 1,856 million. For the month of July, the NAV of equity sub fund increased by 8.99% while the NAV of debt and money sub funds provided an annualized return of 6.73% and 6.40% 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                        | Ernst & Young & 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<br>Muhammad Asad<br>Sanam Zaib, CFA<br>Ahmed Hassan, CFA<br>Dr. Gohar Rasool<br>Zain Malik |

## Fund Net Assets:

| Rs (Mn)           | Jun '13      | Jul '13      | MoM %       |
|-------------------|--------------|--------------|-------------|
| MTPF- Equity      | 804          | 890          | 10.7%       |
| MTPF- Debt        | 640          | 656          | 2.6%        |
| MTPF- MMkt        | 303          | 310          | 2.3%        |
| <b>Total Fund</b> | <b>1,747</b> | <b>1,856</b> | <b>6.3%</b> |

## NAV per unit:

| Rs           | Jun '13 | Jul '13 | MoM % |
|--------------|---------|---------|-------|
| MTPF- Equity | 248.6   | 270.9   | 9.0%  |
| MTPF- Debt   | 170.7   | 171.6   | 0.6%  |
| MTPF- MMkt   | 171.0   | 171.9   | 0.5%  |

## Sukuk Holdings – MTPF(Debt Fund)

|                        |        |
|------------------------|--------|
| GoP Ijarah Sukuks XIV  | 21.09% |
| GoP Ijarah Sukuks XIII | 19.83% |
| GoP Ijarah Sukuks X    | 22.61% |
| GoP Ijarah Sukuks XI   | 9.11%  |
| GoP Ijarah Sukuks XII  | 7.59%  |
| GoP Ijarah Sukuks VIII | 4.55%  |
| GoP Ijarah Sukuks IX   | 4.40%  |
| GoP Ijarah Sukuks V    | 2.81%  |
| GoP Ijarah Sukuks VI   | 1.67%  |
| GoP Ijarah Sukuks VII  | 0.76%  |

## MTPF - Allocation Schemes

|                  | 1M | 3M  | 6M  | YTD | 1Yr | 3Yr  | 5Yr  | PSD* | CAGR* |
|------------------|----|-----|-----|-----|-----|------|------|------|-------|
| High Volatility  | 7% | 18% | 29% | 7%  | 50% | 124% | 172% | 151% | 17%   |
| Med. Volatility  | 5% | 12% | 19% | 5%  | 34% | 89%  | 129% | 121% | 15%   |
| Low Volatility   | 3% | 7%  | 11% | 3%  | 21% | 60%  | 93%  | 96%  | 12%   |
| Lower Volatility | 1% | 2%  | 3%  | 1%  | 8%  | 31%  | 57%  | 71%  | 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%          |

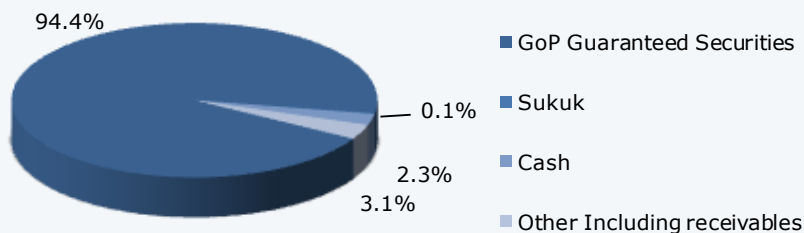
## Annual Returns:

|              | 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% | -    | -    |

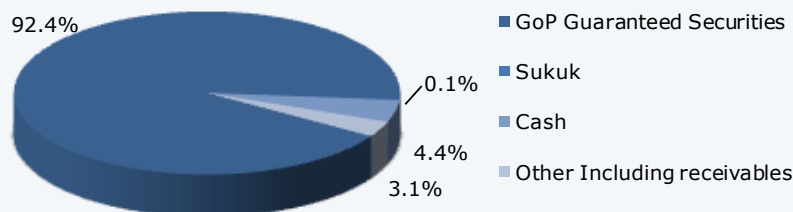
## (MTPF - Equity): Asset Allocation & Top Holdings (July'13)

|                                    |     |                                |     |
|------------------------------------|-----|--------------------------------|-----|
| Oil & Gas                          | 35% | Pakistan State Oil Co. Ltd.    | 10% |
| Construction and Materials         | 15% | Pakistan Petroleum Ltd.        | 9%  |
| Chemicals                          | 8%  | The Hub Power Co. Ltd.         | 9%  |
| Food Producers                     | 5%  | Oil & Gas Development Co. Ltd. | 9%  |
| Electricity                        | 9%  | DG Khan Cement Co. Ltd.        | 8%  |
| Other Sectors                      | 18% | Lucky Cement Ltd.              | 7%  |
| Cash & Others including receivable | 10% | Pakistan Oilfields Ltd.        | 6%  |
|                                    |     | Nishat Mills Ltd.              | 6%  |
|                                    |     | Fauji Fertilizer Co. Ltd.      | 5%  |
|                                    |     | Packages 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. 1.14/0.42% (Eq.), Rs. 0.42/0.24% (Dt.) and Rs. 0.54/0.32 (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 July 31, the net assets of KSE-Meezan Index Fund (KMIF) stood at Rs. 999 million. For the month of July 2013, KMIF provided a return of 10.7%.

## 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<br>Muhammad Asad<br>Sanam Zaib, CFA<br>Ahmed Hassan, CFA<br>Dr. Gohar Rasool<br>Zain Malik |

## Fund Net Assets:

|                    | Jun' 13 | Jul' 13 | MoM %  |
|--------------------|---------|---------|--------|
| Net Assets (Rs mn) | 901     | 999     | 10.78% |
| NAV Per Unit (Rs)* | 73.06   | 63.71   | 10.69% |

\*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. 0.07/0.10%. For details, investors are advised to read Financial Statements of the Scheme.

## Performance - Cumulative Returns:

|           | 1M    | 3M    | 6M    | FYTD  | 1Yr   | 3Yr | 5Yr | PSD*  |
|-----------|-------|-------|-------|-------|-------|-----|-----|-------|
| KMIF      | 10.7% | 22.2% | 34.4% | 10.7% | 57.1% | -   | -   | 61.7% |
| Benchmark | 11.1% | 23.7% | 37.3% | 11.1% | 62.3% | -   | -   | 68.3% |

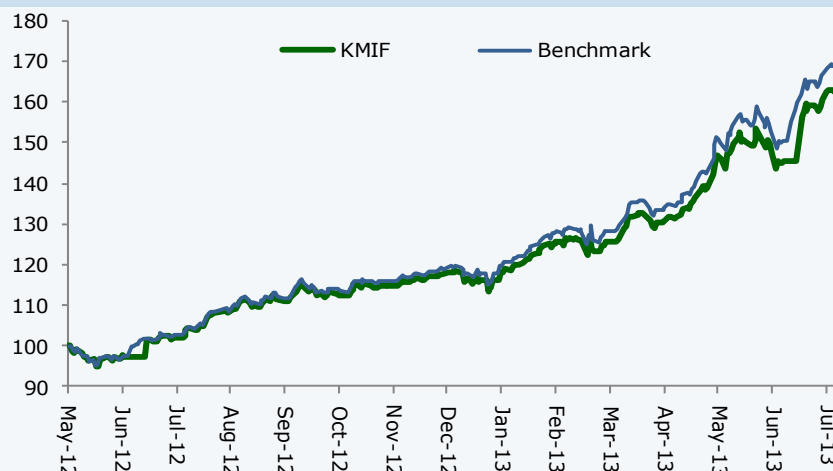
\* Performance start date of May 23, 2012.

## Annual Returns:

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

\* 38 days of operations.

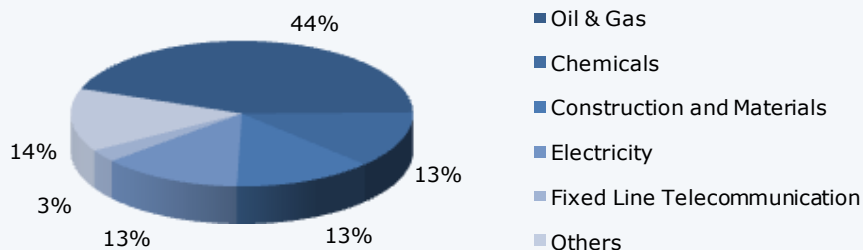
## Fund's Performance:



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

|                                |     |                                    |    |
|--------------------------------|-----|------------------------------------|----|
| Pakistan Petroleum Ltd.        | 13% | Pakistan State Oil Co. Ltd.        | 6% |
| Oil & Gas Development Co. Ltd. | 11% | Lucky Cement Ltd.                  | 6% |
| Pakistan Oilfields Ltd.        | 10% | DG Khan Cement Co. Ltd.            | 4% |
| The Hub Power Co. Ltd.         | 10% | Karachi Electric Supply Corp. Ltd. | 3% |
| Fauji Fertilizer Co. Ltd.      | 9%  | Nishat Mills Ltd.                  | 3% |

## Asset Allocation:



## Fund Review:

As at July 31, 2013, total size of net assets of Meezan Financial Planning Fund of Fund (MFPFOF) stood at Rs.747 million. For the month of July, the NAV of Aggressive plan increased by 6.7% while the NAV of moderate and Conservative plan provided an return of 4.5% and 2.5% 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%<br>Moderate Plan 1.5%<br>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<br>Muhammad Asad<br>Sanam Zaib, CFA<br>Ahmed Hassan, CFA<br>Dr. Gohar Rasool<br>Zain Malik |

\* Average return on 6-month Islamic bank deposits

## Fund Net Assets:

| Rs (Mn)      | Jun '13 | Jul '13 | MoM % |
|--------------|---------|---------|-------|
| Aggressive   | 255     | 279     | 9.4%  |
| Moderate     | 158     | 160     | 0.9%  |
| Conservative | 285     | 308     | 8.0%  |

## NAV per unit:

| Rs            | Jun '13 | Jul '13 | MoM% |
|---------------|---------|---------|------|
| Aggressive*   | 54.5    | 56.3    | 6.7% |
| Moderate*     | 53.3    | 53.9    | 4.5% |
| Conservative* | 51.9    | 52.5    | 2.5% |

\*Ex-Dividend NAV

## MFPFOF - Allocation Plan:

|              | 1M   | 3M    | 6M | YTD  | 1Yr | 3Yr | 5Yr | PSD*  |
|--------------|------|-------|----|------|-----|-----|-----|-------|
| Aggressive   | 6.7% | 16.5% | -  | 6.7% | -   | -   | -   | 16.3% |
| Benchmark    | 7.4% | 16.0% | -  | 7.4% | -   | -   | -   | 16.1% |
| Moderate     | 4.5% | 10.5% | -  | 4.5% | -   | -   | -   | 11.3% |
| Benchmark    | 5.3% | 11.6% | -  | 5.3% | -   | -   | -   | 11.8% |
| Conservative | 2.5% | 6.2%  | -  | 2.5% | -   | -   | -   | 6.3%  |
| Benchmark    | 2.6% | 6.1%  | -  | 2.6% | -   | -   | -   | 6.5%  |

\* 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

|   |   |              |              |
|---|---|--------------|--------------|
| <b>Investment Objective</b>   | <b>The Aggressive Allocation Plan</b><br>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.            |              |              |
|   | <b>The Moderate Allocation Plan.</b><br>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. |              |              |
| <b>The Conservative Allocation Plan</b> 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.   |   |              |              |
| <b>Asset Allocation Plans (Based on specific Risk profiles)</b>   | 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.<br>(ii) The above mentioned allocations shall be rebalanced at a frequency described in Offering document.<br>(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. 0.77mn (Aggressive), Rs. 0.33mn (moderate) and Rs.0.35mn (Conservative). If the same were not made the NAV per unit/return of the Scheme would be higher by Rs. 0.16/0.28% (Aggressive), Rs. 0.11/0.21% (Moderate) and Rs. 0.06/0.11 (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 June 30, 2013 stood at Rs. 1.65 billion. The fund's NAV increased by 5.8% 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<br>50% Average bank<br>Deposit rate of three<br>Islamic banks                            |
| Fund Manager                       | Ahmed Hassan, CFA   |
| Members of<br>Investment Committee | M. Shoaib, CFA<br>Muhammad Asad<br>Sanam Zaib, CFA<br>Ahmed Hassan, CFA<br>Dr. Gohar Rasool<br>Zain Malik |

### Funds Net Asset:

|                    | Jun' 13 | Jul' 13 | MoM %  |
|--------------------|---------|---------|--------|
| Net Assets (Rs mn) | 1,747   | 1,652   | -5.44% |
| NAV Per Unit (Rs)* | 14.56   | 13.82   | 5.81%  |

\*Ex-Dividend NAV

**WWF Disclosure:** The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.21.86mn. If the same were not made the NAV per Unit/return of the Scheme would be higher by Rs.0.18/1.32%. 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       | 6% | 13% | 21% | 6%   | 35% | 94% | 139% | 291% | 17%   |
| Benchmark | 6% | 12% | 20% | 6%   | 34% | 81% | 102% | 165% | 12%   |

\* 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    | 9% |
| 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.    | 5%     | Engro Sukuk              | 3% |

### Sector Allocation:

|                                      | Jun'13 | Jul'13 |
|--------------------------------------|--------|--------|
| Equity                               | 54%    | 50%    |
| GoP Guaranteed Securities            | 20%    | 19%    |
| Sukuk                                | 3%     | 3%     |
| Commercial Paper                     | 6%     | 5%     |
| Cash and Other Including receivables | 17%    | 23%    |

### Asset Allocation:

