



# AL Meezan Investment Management Limited

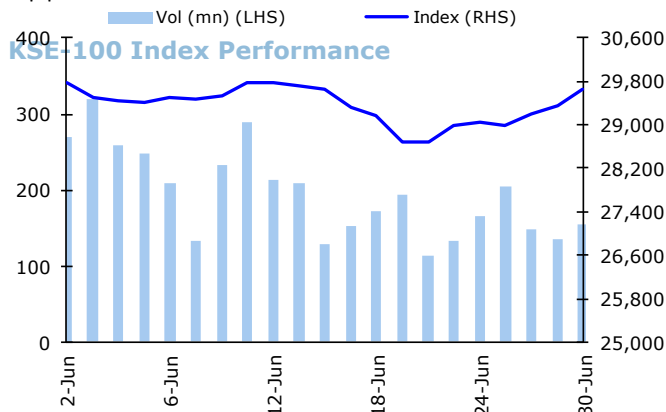
Al Meezan Investments, the company in operation since 1995, has one of the longest track record of managing mutual funds in the private sector in Pakistan. Al Meezan Investments manages twelve mutual funds; namely Al Meezan Mutual Fund, Meezan Balanced Fund, Meezan Islamic Fund, Meezan Islamic Income Fund, Meezan Tahaffuz Pension Fund, Meezan Cash Fund, Meezan Sovereign Fund, Meezan Capital Protected Fund II, Meezan Capital Preservation Fund II, Meezan Capital Preservation Fund III, Meezan Financial Planning Fund of Funds 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. 59.3 billion as on June 30, 2014. With an AM2 credit rating denoting high management quality, the company clearly stays well ahead of all its competitors in the Islamic asset management market in Pakistan.

## Stock Market Review

The KSE100 index fell by 0.3% during the month of Jun14 to close at 29,652; volumes however picked and average daily turnover also stood at 137mn shares compared to 106mn shares in May'14. Some major political and security related developments in the country including militant attack at the Karachi airport, launch of operation Zarb-e- Azb in North Waziristan, standoff between the local police and the activists of Pakistan Awami Tehreek (PAT) in Lahore, rallies led by Imran Khan and Tahir-ul-Qadri in Bahawalpur and attack on a PIA's aircraft at the Peshawar Airport, kept investors at bay. Although the current PML (N) government enjoys a majority in parliament, factors listed above have created uncertainty regarding political stability in the short-term.

On the positive front, secondary market offerings for UBL and PPL were completed during Jun14, and USD542mn was raised through both these transactions. The UBL sell-off of 19.8% shareholding of the GoP was done at an 8% discount to the market price, with 30% oversubscription. Although there was healthy local participation, foreign funds picked up almost 80% of the shares. PPL's transaction generated more demand than expected, with over-subscription of more than 100% from the govt's offering of 70mn shares. As a result, the strike price came in at PKR 219/sh which was higher than the market close. This triggered a rally in other E&P's as well towards the end of the month, with OGDC and POL amongst the top performers.



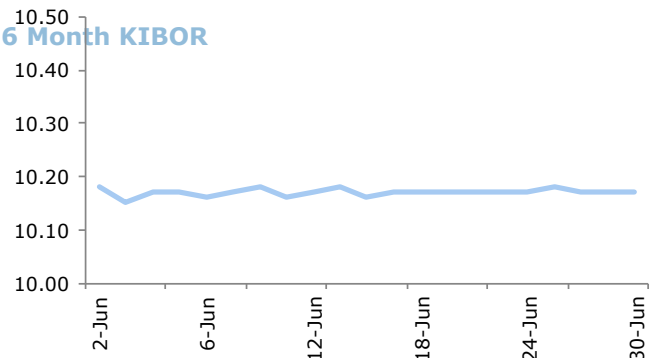
## Money Market Review

This month saw a relatively stable money market with T-bill/PIB yields and interest rates showing a range bound behavior. The market faced a mixed liquidity scenario evidenced by Rs. 122 billion worth of mop-ups and Rs. 199 billion worth of injections carried out via OMOs by the SBP. The 3 month KIBOR closed 1bp down at 10.17% while the 6 month KOBOR was unchanged at 10.17% in comparison to the previous month.

The shariah compliant end of the market finally saw the auction of a long awaited new Ijarah. The desperation for placement of excess liquidity was evident from Rs. 114 billion worth of participation against Rs. 49.5 billion worth of issue size and an ensuing cut off 200 bps below the 6 month T-bill yield whereby the new Ijarah yields below 8%. The market now expects the SBP to conduct more auctions to clear the back log of this excess liquidity in the Islamic market. Moreover, two T-bill auctions were conducted during the month whereby in total, Rs. 143 billion was accepted against a participation of Rs. 143 billion with major acceptance in the 3 months category (Rs. 82 billion at a cut off yield of 9.96%). A PIB auction was also conducted which saw a heavy participation and acceptance level once again; Rs. 210 billion was accepted against a participation of Rs. 211 billion (highest acceptance in 3 Yrs category: Rs. 180 billion at a cut off yield of 12.10%).

On the forex front, the rupee lost value in the interbank market where it closed 15 paises weaker at Rs. 98.85/\$ while in the open market, it closed 50 paises stronger at Rs. 99.40/\$.

## 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. 16.62 billion as on June 30, 2014. The fund's NAV increased by 0.6% during the month of June as compared to 1.5% increase in benchmark index (KMI-30) while KSE-100 Index during the same period decreased by 0.3%. As on June 30, 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 Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik Fahad Sultan
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## Fund Net Assets:

	May '14	Jun '14	MoM %
Net Assets (Rs mn)	15,566	16,622	6.8%
NAV Per Unit (Rs)*	49.92	50.24	0.6%

\*Ex-Dividend NAV

## Asset Allocation:

	May'14	Jun '14
Equity (%)	87.88	89.78
Cash (%)	11.88	9.97
Other receivables (%)	0.23	0.25
Expense Ratio*	3.30%	3.63%
P/E	8.9	8.8

\*Management fee is included in the expense ratio

## Risk Measures–Jun '14:

	MIF	KSE-100 index	KMI-30 Index
Standard Deviation (%)	3.14	3.58	3.57
Sharpe Ratio	-0.36	0.18	-0.06

## Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*	CAGR*
MIF	1%	7%	13%	29%	29%	133%	322%	764%	22%
Benchmark#	1%	7%	12%	30%	30%	128%	339%	526%	18%

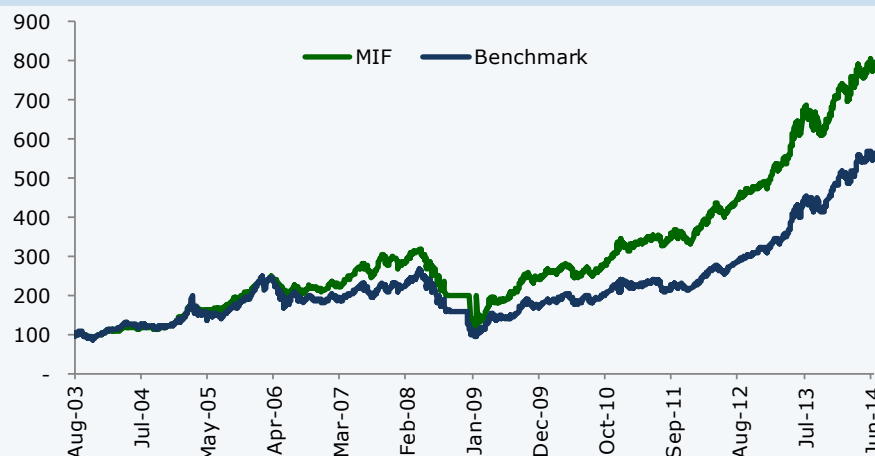
\* Performance start date of August 08, 2003, CAGR since inception

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

## Annual Returns:

	FY14	FY13	FY12	FY11	FY10	FY09	FY08	FY07
MIF	29%	51%	19%	39%	31%	-30%	0%	29%
Benchmark	30%	54%	14%	44%	37%	-35%	1%	17%

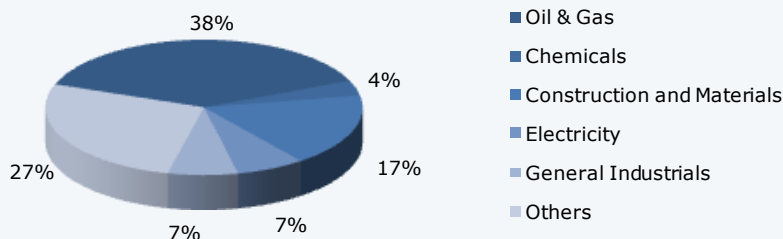
## Fund's Performance:



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

Pakistan State Oil Co. Ltd.	11%	The Hub Power Co. Ltd.	7%
Pakistan Oilfields Ltd.	9%	Pakistan Petroleum Ltd.	5%
Oil & Gas Development Co. Ltd.	9%	Nishat Mills Ltd.	5%
Lucky Cement Ltd.	9%	DG Khan Cement Co. Ltd.	4%
Packages Ltd.	7%	Fauji Cement Co. Ltd	3%

## Sector Allocation:



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

Effective from January 1, 2013, the Fund has maintained provisions against Workers' Welfare Fund liability to the tune of Rs. 105.45mn, if the same were not made the NAV per unit/return of the fund would be higher by Rs. 0.32/0.63%. For further details, investors are advised to read financial statements of the fund.

## Fund Review:

The net assets of Al Meezan Mutual Fund (AMMF) as at June 30, 2014 stood at Rs. 2.85 billion. The fund's NAV increased by 0.7% during the month of June as compared to 1.5% increase in benchmark index (KMI-30) while KSE-100 Index during the same period decreased by 0.3%. As on June 31, the fund was 94% invested in equities.

## Investment Objective:

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

## Fund Details:

Fund Type:	Open End
Risk Level	High
Launch Date	13th Jul 1995
Trustee	CDC
Auditors	KPMG Taseer Hadi & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B,C and D
Management Fee	2%
Front End Load	2%
Fund Category	Equity
Back End Load	Contingent Load
Benchmark	KMI-30
Leverage	Nil
Listing	ISE
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Dr. Gohar Rasool
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik Fahad Sultan

## Fund Net Assets:

	May '14	Jun '14	MoM %
Net Assets (Rs mn)	2,782	2,847	2.33%
NAV Per Unit (Rs)*	13.80	13.90	0.71%

\*Ex-Dividend NAV

## Asset Allocation:

	May '13	Jun '14
Equity (%)	88.60	94.20
Cash (%)	2.15	2.88
Other receivables (%)	9.25	2.92
Expense Ratio*	3.50%	3.79%

\*Management fee is included in the expense ratio

## Risk Measures – Jun '14:

	AMMF	KSE-100 index	KMI-30 Index
Standard Deviation (%)	3.14	3.58	3.94
Sharpe Ratio	-0.36	0.18	-0.03

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

Effective from January 1, 2013, the Fund has maintained provisions against Workers' Welfare Fund liability to the tune of Rs. 23.36mn, if the same were not made the NAV per unit/return of the fund would be higher by Rs.0.11/0.82%. For further details, investors are advised to read financial statements of the fund.

## Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*	CAGR*
AMMF	1%	9%	14%	30%	30%	133%	320%	1,848%	18%
Benchmark#	1%	7%	12%	30%	30%	128%	339%	1,526%	17%

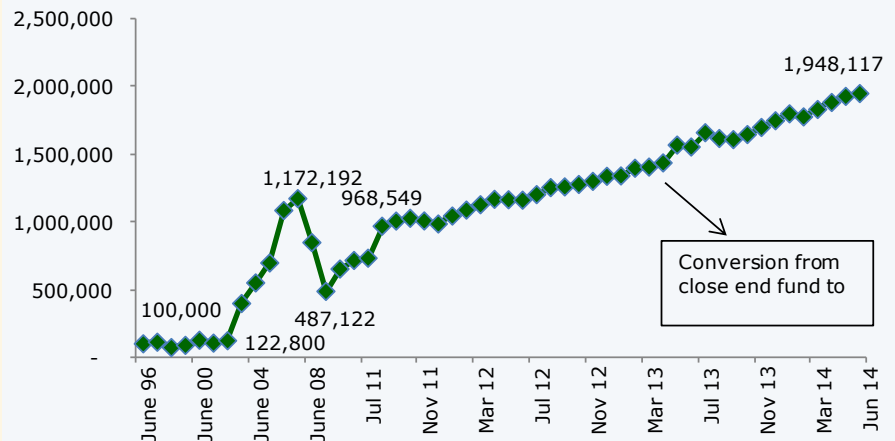
\* Performance start date of July 13, 1995, CAGR since inception

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

## Annual Returns:

	FY14	FY13	FY12	FY11	FY10	FY09	FY08	FY07
AMMF	30%	51%	19%	38%	31%	-32%	0%	27%
Benchmark	30%	54%	14%	44%	37%	-35%	1%	17%

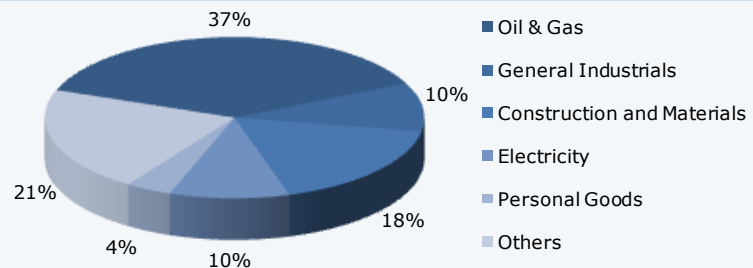
## Investment Growth from FY 1996 - to Date



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

Pakistan State Oil Co. Ltd.	11%	Oil & Gas Development Co. Ltd.	9%
Lucky Cement Ltd.	10%	Pakistan Petroleum Ltd.	7%
Packages Ltd.	9%	DG Khan Cement Co. Ltd.	4%
Pakistan Oilfields Ltd.	9%	Nishat Mills Ltd.	4%
The Hub Power Co. Ltd.	9%	Meezan Bank Ltd.	3%

## Sector Allocation:



## Fund Review

Net assets of Meezan Islamic Income Fund (MIIF) stood at Rs. 4.9 billion as on June 30, 2014. MIIF has provided an annualized return of 27.82% for the month of June as compared to its benchmark which has provided an annualized return of 5.26% during the same period.

## Investment Objective:

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

## Fund Details:

Fund Type:	Open End
Risk Level	Minimal
Launch Date	15-Jan-07
Trustee	CDC
Auditors	KPMG Taseer Hadi & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B and C
Management Fee	1.5%
Front End Load	0.5%
Fund Category	Income
Leverage	Nil
Listing	KSE
AMC Rating	AM2
Rating Agency	JCRVIS
Fund Stability Rating	A(f)
Pricing Mechanism	Forward
Weighted average time to maturity	0.85 Years
Back End Load	Contingent load for Type C investors
Benchmark	Average bank deposit rate of three Islamic banks
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Zain Malik

Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik Fahad Sultan
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## Fund Net Assets:

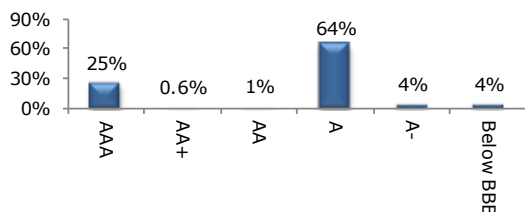
	May '14	Jun'14	MoM %
Net Assets (Rs mn)	4,601	4,918	6.89%
NAV Per Unit (Rs)*	50.02	50.17	2.28%

\*Ex-Dividend NAV

## Credit Quality of Portfolio:

AAA	25.1%
AA+	0.6%
AA	1.3%
A	64.2%
A-	3.6%
Below BBB	3.8%

### Credit Quality



## Performance - Annualized Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
MIIF	27.82%	12.50%	12.93%	11.90%	11.90%	12.68%	13.12%	14.50%
Benchmark	5.26%	5.27%	5.31%	5.38%	5.38%	5.67%	5.72%	5.79%

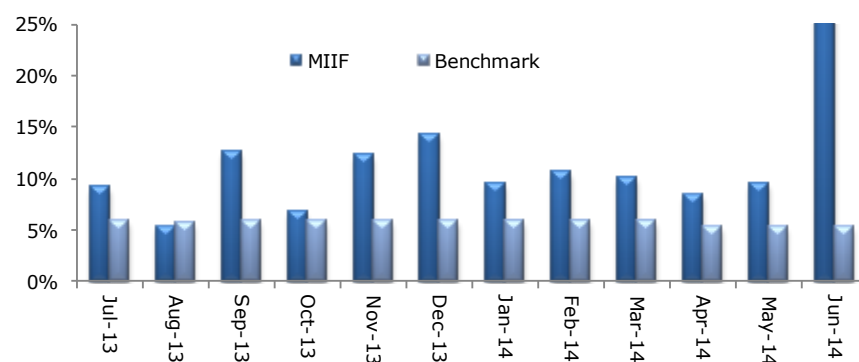
\* Performance start date of Jan 15, 2007

## Annual Returns:

	FY14	FY13	FY12	FY11	FY10	FY09	FY08	FY07
MIIF	11.90%	14.45%	7.79%	11.77%	7.31%	10.14%	9.28%	10.07%*
Benchmark	5.38%	5.54%	6.02%	5.88%	5.80%	6.12%	5.75%	5.00%

\* 163 days of operations

## Monthly Performance:



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

GoP Ijarah Sukuks XV	19.54%
Maple Leaf Sukuk - I	3.81%
Engro Fertilizer Limited	3.56%
GoP Ijarah Sukuks IX	3.45%
GoP Ijarah Sukuks XII	2.06%

## Asset Allocation:

	May '14	Jun'14
Sukuks	6%	7%
Government backed / Guaranteed Securities	6%	25%
Cash	86%	66%
Others Including receivables	2%	2%

## 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	58,471,875	58,471,875	-	0.00%	0.00%
Security Leasing Corporation Ltd - II	Sukuk	15,572,912	15,572,912	-	0.00%	0.00%

**WWF Disclosure:** The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.38.91mn. If the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.40/0.79%. For details investors are advised to read Financial Statements of the Scheme.

## Fund Review

Net assets of Meezan Cash Fund (MCF) stood at Rs. 3.0 billion as at June 30, 2014. MCF has provided an annualized return of 6.25% for the month of June as compared to its benchmark which has provided an annualized return of 6.62% 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	25.12 Days
Benchmark	Average return on 6-month Islamic bank deposits
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Zain Malik

Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik Fahad Sultan
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## Fund Net Assets:

	May '14	Jun '14	MoM %
Net Assets (Rs mn)	4,112	3,049	-25.81%
NAV Per Unit (Rs) *	50.07	50.07	0.51%

\*Ex-Dividend NAV

## Rating Exposure:

AAA	32%
AA+	65%
AA	1%

## Portfolio Composition:

	May '14	Jun '14
Placements with Banks and DFIs	12%	17%
Cash	86%	81%
Other Including receivables	2%	2%

## Performance – Annualized Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
MCF	6.25%	6.09%	6.70%	7.08%	7.08%	9.64%	-	11.52%
Benchmark	6.62%	6.61%	6.60%	6.55%	6.55%	7.26%	-	7.48%

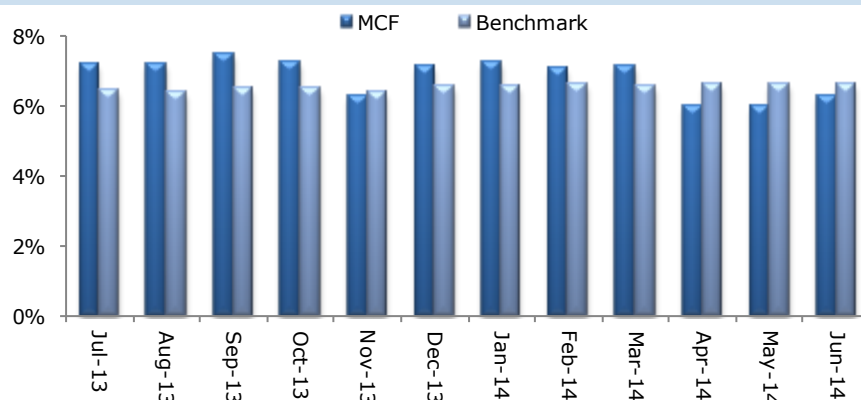
\* Performance start date of June 15, 2009

## Annual Returns:

	FY14	FY13	FY12	FY11	FY10	FY09	FY08	FY07
MCF	7.08%	8.78%	10.71%	11.02%	10.09%	8.03%#	-	-
Benchmark	6.55%	6.91%	8.13%	8.24%	7.50%	7.60%	-	-

#15 days of operations

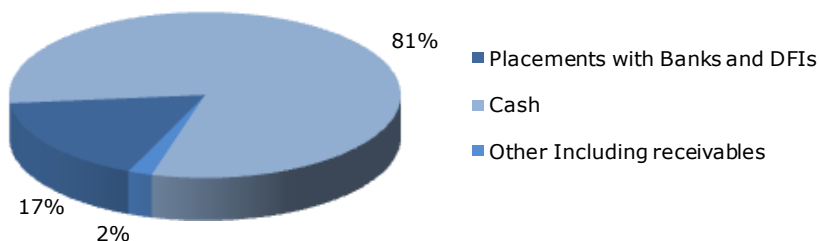
## Monthly Performance:



## 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.53.77mn. If the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.88/1.76%. For details investors are advised to read Financial Statements of the Scheme.

## Fund Review

Net assets of Meezan Sovereign Fund (MSF) stood at Rs. 20.28 billion as on June 30, 2014. For the month of June, the fund has provided an annualized return of 4.99% as compared to its benchmark which has provided an annualized return of 6.62% 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	0.65 Years
Benchmark	Average return on 6-month Islamic bank deposits
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Zain Malik
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik Fahad Sultan

## Fund Net Assets:

	May '14	Jun '14	MoM %
Net Assets (Rs mn)	21,255	20,281	-4.58%
NAV Per Unit (Rs)*	50.28	50.48	0.41%

\*Ex-Dividend NAV

## Asset Rating:

AAA	92%
AA+	6%
AA	1%

## Asset Allocation:

	May '14	Jun '14
Government Guaranteed	55%	66%
Cash	42%	32%
Other Including receivables	3%	2%

**WWF Disclosure:** The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.122.47mn. If the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.30/0.60%. For details investors are advised to read Financial Statements of the Scheme.

## Performance - Annualized Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
MSF	4.99%	6.54%	8.20%	8.50%	8.50%	10.53%	-	11.86%
Benchmark	6.62%	6.61%	6.60%	6.55%	6.55%	7.26%	-	7.48%

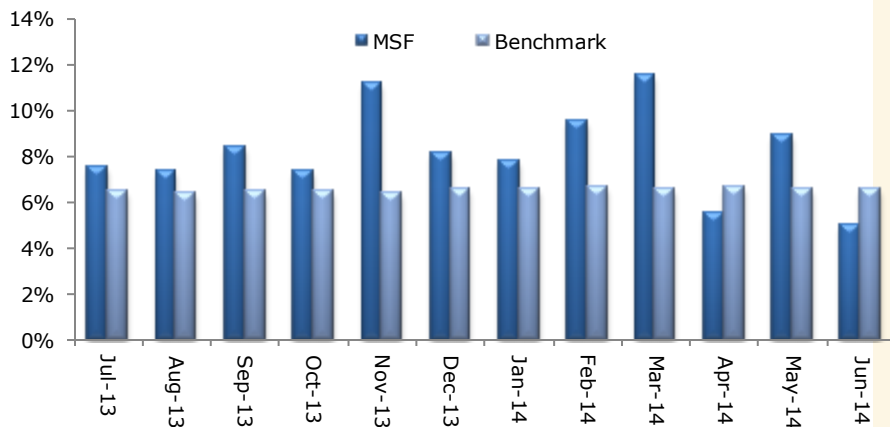
\* Performance start date of Feb 10, 2010,

## Annual Returns:

	FY14	FY13	FY12	FY11	FY10	FY09	FY08	FY07
MSF	8.5%	9.11%	11.19%	11.45%	9.76%*	-	-	-
Benchmark	6.55%	6.91%	8.13%	8.24%	7.50%	-	-	-

\* 140 days of operations

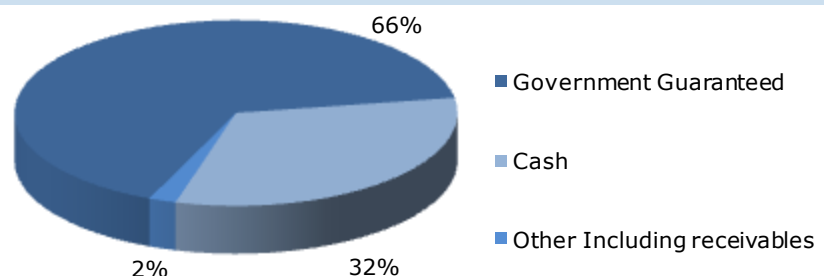
## Monthly Performance:



## 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:</li> <li>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 June 2014, MCPF-II provided a return of 0.6%. The net assets of Meezan Capital Protected Fund (MCPF-II) have grown to Rs. 539 million as on May 31, 2014.

## Investment Objective:

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

## Fund Details:

Fund Type:	Open End
Risk Level	Minimal
Launch Date	5-Jul-11
Trustee	CDC
Auditors	KPMG Taseer Hadi & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B,C and D
Management Fee	1.5%
Front End Load	3%
Fund Category	Capital Protected
Back End Load	Contingent Load
Benchmark	Combination of KMI-30 Index and Average return on 6-month Islamic bank deposits
Leverage	Nil
Listing	ISE
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Ahmed Hassan, CFA
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik Fahad Sultan

## Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*	CAGR*
MCPF-II	0.6%	2.4%	5.9%	12.1%	12.1%	-	-	46.6%	13.7%
Benchmark	0.8%	2.8%	5.3%	11.7%	11.7%	-	-	44.7%	13.2%

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

## Annual Returns:

	FY14	FY13	FY12	FY11	FY10	FY09	FY08	FY07
MCPF-II	12.1%	15.2%	13.5%	-	-	-	-	-
Benchmark	11.7%	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.

## Fund Net Assets:

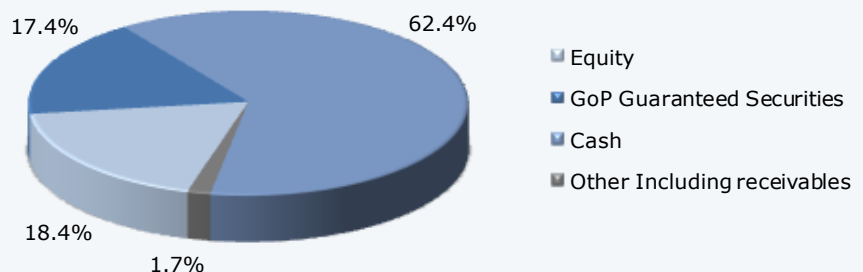
	May '14	Jun '14	MoM %
Net Assets (Rs mn)	536	539	0.55%
NAV Per Unit (Rs)*	52.59	52.92	0.63%

\*Ex-Dividend NAV

## Asset Allocation:

GoP Guaranteed Securities (%)	18.5
Equity (%)	17.4
Cash (%)	62.4
Other Including receivables (%)	1.7

## Asset Allocation:



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

Effective from January 1, 2013, the Fund has maintained provisions against Workers' Welfare Fund liability to the tune of Rs. 1.83mn, if the same were not made the NAV per unit/return of the fund would be higher by Rs.0.18/0.34%. For further details, investors are advised to read financial statements of the fund."

## Fund Review:

As at June 30, 2014, total size of net assets of Meezan Tahaffuz Pension Fund (MTPF) stood at Rs. 2,883 million. For the month of June, the NAV of equity sub fund increased by 0.70% while the NAV of debt and money sub funds provided an annualized return of 3.42% and 3.10% respectively.

## Investment Objective:

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

## Fund Details:

Fund Type:	Open End
Risk Level	Minimal
Launch Date	28-Jun-07
Trustee	CDC
Auditors	KPMG Taseer Hadi & Co.
Registrar	Meezan Bank Ltd.
Fund Category	Pension
Leverage	Nil
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Muhammad Asad
Members of Investment Committee	M. Shoab, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik Fahad Sultan

## Fund Net Assets:

Rs (Mn)	May '14	Jun '14	MoM %
MTPF- Equity	1,430	1,537	7.5%
MTPF- Debt	943	1,047	11.0%
MTPF- MMkt	274	299	9.1%
<b>Total Fund</b>	<b>2,647</b>	<b>2,883</b>	<b>8.9%</b>

## NAV per unit:

Rs	May '14	Jun '14	MoM %
MTPF- Equity	326.9	329.2	0.7%
MTPF- Debt	183.4	183.9	0.3%
MTPF- MMkt	182.3	182.8	0.3%

## Sukuk Holdings - MTPF(Debt Fund)

GoP Ijarah Sukuks XV	29.14%
GoP Ijarah Sukuks IX	24.81%
GoP Ijarah Sukuks X	21.10%
GoP Ijarah Sukuks XII	8.27%
GoP Ijarah Sukuks XI	5.80%

## MTPF - Allocation Schemes

	1M	3M	6M	YTD	1Yr	3Yr	5Yr	PSD*	CAGR*
High Volatility	1%	6%	13%	28%	28%	117%	274%	200%	18%
Med. Volatility	0.5%	4%	10%	20%	20%	84%	191%	156%	15%
Low Volatility	0.4%	3%	7%	14%	14%	56%	122%	120%	13%
Lower Volatility	0.3%	1%	3%	7%	7%	28%	53%	83%	9%

\* 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%	50%	50%

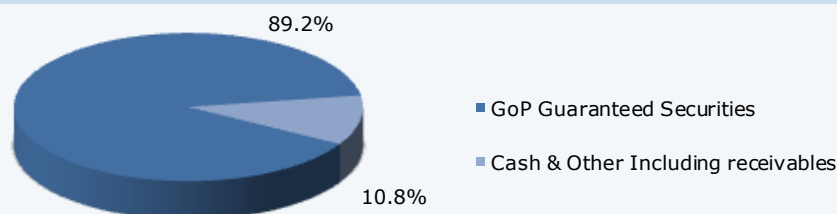
## Annual Returns:

	FY14	FY13	FY12	FY11	FY10	FY09	FY08	FY07
MTPF- Equity	32.4%	54.9%	16.8%	36.0%	31.5%	-25.8%	3.1%	-
MTPF- Debt	7.7%	8.3%	9.5%	10.9%	8.5%	10.2%	8.3%	-
MTPF- MMkt	6.9%	7.8%	10.9%	10.7%	8.5%	11.1%	7.7%	-

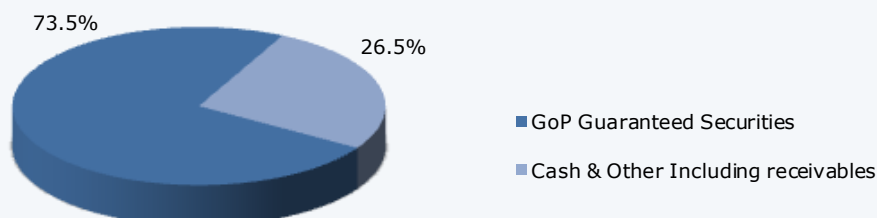
## (MTPF - Equity): Sector Allocation & Top Holdings (Jun'14)

Oil & Gas	34%	Pakistan State Oil Co. Ltd.	9%
Construction and Materials	18%	Lucky Cement Ltd.	8%
Electricity	9%	Pakistan Oilfields Ltd.	7%
Chemicals	7%	Oil & Gas Development Co. Ltd.	7%
General Industrials	7%	Packages Ltd.	7%
Other Sectors	17%	The Hub Power Co. Ltd.	7%
Cash & Others including receivable	9%	DG Khan Cement Co. Ltd.	6%
		Pakistan Petroleum Ltd.	5%
		Nishat Mills Ltd.	5%
		ICI Chemicals Pakistan Ltd.	4%

## MTPF Debt Sub Fund:



## MTPF Money Market Sub Fund:



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Effective from January 1, 2013, the Fund has maintained provisions against Workers' Welfare Fund liability to the tune of Rs. 11.86mn (Equity), Rs. 2.08mn (Debt) and Rs. 0.62mn (MMKT), if the same were not made the NAV per unit/return of the fund would be higher by Rs. 2.54/0.77% (Eq.), Rs. 0.37/0.20% (Dt.) and Rs. 0.38/0.21 (MM.). For further details, investors are advised to read financial statements of the fund.



## Fund Review:

The fund was launched on May 23, 2012. As at June 30, the net assets of KSE-Meezan Index Fund (KMIF) stood at Rs. 1,176 million. For the month of June 2014, KMIF provided a return of 1.33%.

## Investment Objective:

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

## Fund Details:

Fund Type:	Open End
Risk Level	High
Launch Date	23-May-12
Trustee	CDC
Auditors	KPMG Taseer Hadi & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A and B
Management Fee	1%
Front End Load	2%
Fund Category	Index Tracker Scheme
Back End Load	Nil
Leverage	Nil
Listing	ISE
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Benchmark	KMI-30 Index
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 1pm
Fund Manager	Dr. Gohar Rasool
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik Fahad Sultan

## Fund Net Assets:

	May '14	Jun '14	MoM %
Net Assets (Rs mn)	901	1,176	30.58%
NAV Per Unit (Rs)*	62.01	62.83	1.33%

\*Ex-Dividend NAV

## Assets Allocation:

	May '14	Jun '14
Equity (%)	98.4	82.3
Cash (%)	0.8	17.4
Other Including receivables (%)	0.8	0.3

## Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
KMIF	1.3%	6.2%	11.0%	26.5%	26.5%	-	-	84.8%
Benchmark	1.5%	6.9%	12.4%	29.9%	29.9%	-	-	96.8%

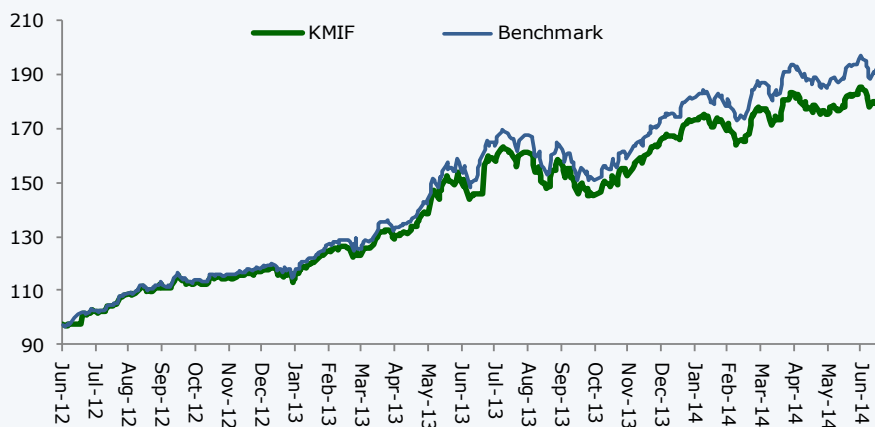
\* Performance start date of May 23, 2012.

## Annual Returns:

	FY14	FY13	FY12	FY11	FY10	FY09	FY08	FY07
KMIF	26.5%	49.6%	-2.4%*	-	-	-	-	-
Benchmark	29.9%	54.4%	-1.9%	-	-	-	-	-

\* 38 days of operations.

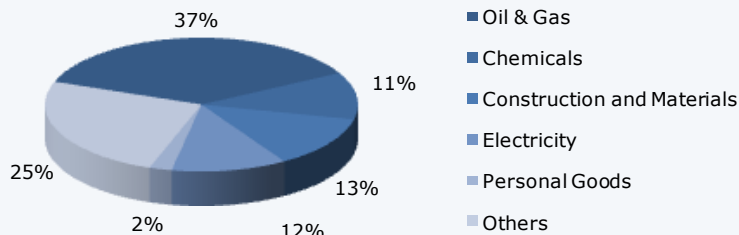
## Fund's Performance:



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

Oil & Gas Development Co. Ltd.	10%	The Hub Power Co. Ltd.	6%
Pakistan Petroleum Ltd.	9%	Pakistan State Oil Co. Ltd.	6%
Fauji Fertilizer Co. Ltd.	9%	Kot Addu Power Co. Ltd	3%
Pakistan Oilfields Ltd.	7%	K-Electric Ltd.	3%
Lucky Cement Ltd.	6%	DG Khan Cement Co. Ltd.	3%

## Sector Allocation:



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

Effective from January 1, 2013, the Fund has maintained provisions against Workers' Welfare Fund liability to the tune of Rs. 9.45mn, if the same were not made the NAV per unit/return of the fund would be higher by Rs. 0.50/0.80%. For further details, investors are advised to read financial statements of the fund.

## Fund Review:

As at June 30, 2014, total size of net assets of Meezan Financial Planning Fund of Fund (MFPFOF) stood at Rs.927 million. For the month of June, the NAV of Aggressive plan increased by 0.6% while the NAV of moderate and Conservative plan provided an return of 0.5% and 0.5% 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% Moderate Plan 1.5% Conservative Plan 1.0%
Fund Category	Fund of Funds
Back End Load	Nil
Leverage	Nil
Listing	-
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Fund Manager	Dr. Gohar Rasool

## Benchmark

Aggressive Allocation Plan	65% KMI-30 & 35% 6M dep. rate*
Moderate Allocation Plan	50% KMI-30 & 50% 6M dep. rate*
Conservative Allocation Plan	20% KMI-30 & 80% 6M dep. rate*
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 1pm
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik Fahad Sultan

## Fund Net Assets:

Rs (Mn)	May '14	Jun '14	MoM %
Aggressive	311	330	6.3%
Moderate	234	255	9.0%
Conservative	347	341	-1.6%

## NAV per unit:

Rs	May '14	Jun '14	MoM%
Aggressive*	59.8	60.2	0.6%
Moderate*	56.3	56.6	0.5%
Conservative*	55.4	55.7	0.5%

\*Ex-Dividend NAV

## Asset Allocation:

	AGG.	MOD.	CON.
Equity/ Index Funds (%)	68.7	48.7	24.7
Income/MMkt Funds (%)	29.5	48.7	74.0
Cash (%)	1.8	2.6	1.1
Others receivables (%)	0.0	0.0	0.2

## MFPFOF - Allocation Plan:

	1M	3M	6M	YTD	1Yr	3Yr	5Yr	PSD*
Aggressive	0.6%	5.4%	10.2%	22.1%	22.1%	-	-	33.1%
Benchmark	1.2%	5.1%	9.2%	21.7%	21.7%	-	-	31.8%
Moderate	0.5%	4.2%	8.2%	17.3%	17.3%	-	-	25.0%
Benchmark	1.0%	4.3%	7.8%	18.2%	18.2%	-	-	26.3%
Conservative	0.5%	2.9%	6.1%	12.6%	12.6%	-	-	16.8%
Benchmark	0.7%	2.7%	5.1%	11.2%	11.2%	-	-	15.3%

\* Performance start date of April 12, 2013.

## Annual Returns:

	FY14	FY13	FY12	FY11	FY10	FY09	FY08	FY07
Aggressive	22.1%	9.0%*	-	-	-	-	-	-
Benchmark	21.7%	7.9%	-	-	-	-	-	-
Moderate	17.3%	6.5%*	-	-	-	-	-	-
Benchmark	18.2%	6.2%	-	-	-	-	-	-
Conservative	12.6%	3.8%*	-	-	-	-	-	-
Benchmark	11.2%	3.6%	-	-	-	-	-	-

\* 80 days of operations.

## Portfolio: Salient Features

<b>Investment Objective</b>	<p><b>The Aggressive Allocation Plan</b> 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.</p> <p><b>The Moderate Allocation Plan.</b> 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.</p> <p><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.</p>											
	<p><b>Asset Allocation Plans (Based on specific Risk profiles)</b></p> <table border="1"> <thead> <tr> <th></th> <th>MIF (Equity)</th> <th>MSF (Income)</th> </tr> </thead> <tbody> <tr> <td>Aggressive Allocation Plan</td> <td>65%</td> <td>25%</td> </tr> <tr> <td>Moderate Allocation Plan</td> <td>45%</td> <td>45%</td> </tr> <tr> <td>Conservative Allocation Plan</td> <td>20%</td> <td>70%</td> </tr> </tbody> </table> <p>(i) The above percentages may vary on account of market factors and investments in Cash / Near cash instruments as permitted for the Fund of Funds Category, as per SECP directive from time to time. (ii) The above mentioned allocations shall be rebalanced at a frequency described in Offering document. (iii) The Management Company may invest between 0% to 10% (both percentages being inclusive) of the Allocation Plan in Cash/ near Cash instruments permitted for the fund of funds category</p>		MIF (Equity)	MSF (Income)	Aggressive Allocation Plan	65%	25%	Moderate Allocation Plan	45%	45%	Conservative Allocation Plan	20%
	MIF (Equity)	MSF (Income)										
Aggressive Allocation Plan	65%	25%										
Moderate Allocation Plan	45%	45%										
Conservative Allocation Plan	20%	70%										

**WWF Disclosure:** The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.1.67mn (Aggressive), Rs. 0.96mn (moderate) and Rs.1.01mn (Conservative). If the same were not made the NAV per unit/return of the Scheme would be higher by Rs. 0.30/0.50% (Aggressive), Rs. 0.21/0.38% (Moderate) and Rs. 0.16/0.30% (Conservative). For details, investors are advised to read Financial Statements of the Scheme.

## Fund Review:

For the month of June 2014, KSE-Meezan Index (KMI-30) increased by 1.49%. Meezan Capital Preservation Fund-III, which was launched in Jan 31<sup>st</sup> 2014, increased its exposure to the rising market. The NAV as a result rose from 51.17 to 52.27 translating into a gain of 1.13% for month.

## Investment Objective:

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

## Fund Details:

Fund Type:	Open End
Risk Level	Low to Moderate
Launch Date	31-Jan-14
Trustee	CDC
Auditors	KPMG Taseer Hadi & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B and C
Management Fee	1%
Front End Load	3%
Fund Category	Fund of Funds
Back End Load	Contingent Load
Benchmark	Combination of KMI-30 Index and Average return on 6-month Islamic bank deposits
Leverage	Nil
Listing	ISE
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Ahmed Hassan, CFA
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik Fahad sultan

## Performance - Cumulative Returns (net of expenses):

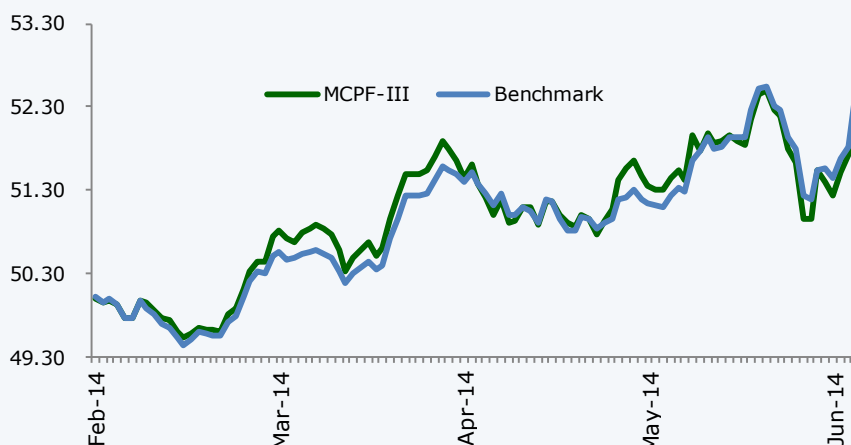
	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
MCPF-III	1.1%	4.4%	-	5.6%	-	-	-	5.6%
Benchmark	1.1%	3.9%	-	5.0%	-	-	-	5.0%

\* Performance start date of Jan 31, 2014,

## Annual Returns:

	FY14	FY13	FY12	FY11	FY10	FY09	FY08	FY07
MCPF-III	5.6%	-	-	-	-	-	-	-
Benchmark	5.0%	-	-	-	-	-	-	-

## Fund's Performance:



## Fund Net Assets:

	May' 14	Jun' 14	MoM %
Net Assets (Rs mn)	3,077	3,111	1.12%
NAV Per Unit (Rs)*	51.77	52.27	1.13%

\*Ex-Dividend NAV

## Asset Allocation:

	Apr'14	May'14	Jun'14
Equity/ Index Funds (%)	41.2	60.6	69.7
Income/Money market Funds (%)	58.5	39.0	30.0
Cash (%)	0.3	0.2	0.2
Other Including receivables (%)	0.1	0.2	0.1

**WWF Disclosure:** The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.3.39mn. If the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.06/0.11%. For details investors are advised to read Financial Statements of the Scheme.

## Fund Review:

Net assets of Meezan Balanced Fund (MBF) as at June 30, 2014 stood at Rs. 1.93 billion. The fund's NAV increased by 0.7% 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	Meezan Bank Ltd.
Management Fee	2%
Fund Category	Balanced
Front End Load	2%
Back End Load	Contingent Load
Leverage	Nil
Listing	ISE
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am - 3pm
Benchmark	50% KMI-30 Index 50% Average bank Deposit rate of three Islamic banks
Fund Manager	Ahmed Hassan. CFA
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik Faahd Sultan

## Funds Net Asset:

	May '14	Jun '14	MoM %
Net Assets (Rs mn)	1,932	1,930	-0.05%
NAV Per Unit (Rs)*	13.26	13.35	0.67%

\*Ex-Dividend NAV

**WWF Disclosure:** The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.29.05 mn. If the same were not made the NAV per Unit/return of the Scheme would be higher by Rs.0.20/1.50%. 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	1%	5%	10%	20%	20%	84%	184%	343%	17%
Benchmark	1%	4%	8%	18%	18%	67%	172%	201%	12%

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

## Annual Returns:

	FY14	FY13	FY12	FY11	FY10	FY09	FY08	FY07
MBF	20%	32%	17%	25%	23%	-11%	1%	26%
Benchmark	18%	30%	8%	25%	21%	-14%	3%	11%

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

	Equity	Sukuk	
Pakistan Oilfields Ltd.	8%	GoP Ijarah Sukuks XII	6%
Pakistan State Oil Co. Ltd.	7%	GoP Ijarah Sukuk XV	3%
Oil & Gas Development Co. Ltd.	6%	GoP Ijarah Sukuks XI	3%
Lucky Cement Co. Ltd.	6%	GoP Ijarah Sukuks IX	3%
Packages Ltd.	5%	Engro Fertilizer Limited	3%

## Asset Allocation:

	May '14	Jun '14
Equity	55%	58%
GoP Guaranteed Securities	12%	15%
Sukuk	3%	3%
Cash and Other Including receivables	30%	24%

## Sector Allocation:

