



Pure. Profit.

October 2010

# Al Meezan Investment Management Limited

MKT/FMR/04/11

November 03, 2010

Dear Investor,

In order to reach all the prospective investors and to provide you the benefits of Shariah compliant investment solutions, Al Meezan participates in various marketing activities. "All about Life Style" is a mega exhibition organized by Dawn Group of Newspapers. In November 2010, this prestigious exhibition is commencing from Karachi then proceeds to Islamabad and will finally conclude in Lahore. We invite you to visit our stalls along with your family members and friends as per the following schedule:

City	Venue	Date
1. Karachi	Expo Center	from 7 <sup>th</sup> to 9 <sup>th</sup> November 2010
2. Islamabad	Convention Center	from 27 <sup>th</sup> to 28 <sup>th</sup> November 2010
3. Lahore	Expo Center	from 4 <sup>th</sup> to 5 <sup>th</sup> December 2010

We have the facility of web based investor services for all our investors. For example, you can access your account statement from our website anytime. In order to avail this service please visit our website [www.almeezangroup.com](http://www.almeezangroup.com) and fill out the interactive form available for registration. After verification our system will assign you access code and password so that you can have web access of your account statement.

We are pleased to inform you that in continuation with our endeavor to provide best investment management services Al Meezan have successfully set up a Customer Services Section exclusively dedicated to handle all sorts of queries and complaints from you. You are encouraged to use the services of this section for the resolution of all account related queries and complaints. You can lodge your queries/complaints by calling our toll free number **0800-HALAL (42525)** to make a free of cost call from anywhere in Pakistan and our trained and courteous staff will promptly respond to your inquiries.

At the end of October 2010, the net assets under management of Al Meezan stood at Rs. 19.7 billion which is reflective of your confidence and trust in our funds. The net assets of the open end funds stood as following:

<b>Meezan Islamic Fund (MIF)</b>	<b>Rs. 4,076 million</b>
<b>Meezan Islamic Income Fund (MIIF)</b>	<b>Rs. 3,159 million</b>
<b>Meezan Cash Fund (MCF)</b>	<b>Rs. 6,645 million</b>
<b>Meezan Sovereign Fund (MSF)</b>	<b>Rs. 1,235 million</b>

We are thankful for your valuable support and continued patronage. We will continuously strive to give the best Shariah compliant investment management services to all our investors. Fund Managers' Report for the month of October 2010 is enclosed for your review and record.

Yours truly,

**Muhammad Anas Rehan**

AVP Marketing

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# Al Meezan Investment Management Limited

11/04/FMR/MKT

03 نومبر 2010ء

معزز انویسٹر،

المیزان زیادہ سے زیادہ انویسٹمنٹ رسائی حاصل کرنے اور آپ کو شرعی اصولوں کے مطابق سرمایہ کاری کے مواقع فراہم کرنے کے لیے مختلف مارکیٹنگ سرگرمیوں میں حصہ لیتا ہے۔ "All About Life Style" پاکستان میں DAWN گروپ آف نیوز پیپرز کی جانب سے منعقد کی جانے والی ایک بڑی نمائش ہے۔ یہ نمائش نومبر 2010 میں کراچی سے شروع ہو رہی ہے اس کے بعد اسلام آباد سے ہوتی ہوئی لاہور میں اختتام پزیر ہوگی۔ ہم آپ کو اپنے اہل و عیال کے ساتھ مندرجہ ذیل شیڈول کے مطابق المیزان کے اسٹالز پر تشریف لانے کی دعوت دیتے ہیں:

شہر	مقام	تاریخ
(۱) کراچی	ایکسپو سینٹر	7 سے 9 نومبر 2010
(۲) اسلام آباد	کنونشن سینٹر	27 سے 28 نومبر 2010
(۳) لاہور	ایکسپو سینٹر	4 سے 5 دسمبر 2010

ہمارے پاس ویب سائٹ سے منسلک انویسٹر سروسز کی سہولت موجود ہے۔ مثلاً آپ ہماری ویب سائٹ سے جب چاہیں اپنی اکاؤنٹ اسٹیٹمنٹ دیکھ سکتے ہیں۔ اس سروس سے مستفید ہونے کے لیے برائے مہربانی ہماری ویب سائٹ [www.almeezangroup.com](http://www.almeezangroup.com) پر وزٹ کریں اور ممبر سروس ایریا پر موجود رجسٹریشن فارم پُر کیجئے۔ ہمارا خود کار نظام تصدیق کے بعد آپ کو Access Code اور password جاری کرے گا جس کے ذریعے آپ اپنی اکاؤنٹ اسٹیٹمنٹ کو آن لائن دیکھ سکیں گے۔

المیزان آپ کو بہترین ممکنہ انویسٹر سروسز کی فراہمی کے لیے ہمیشہ کوشاں رہا ہے اور اسی سلسلے میں آپ کے سوالات اور شکایات کے حل کے لیے مخصوص کسٹمر سروس سیکشن کا آغاز کامیابی سے ہو چکا ہے۔ آپ سے گزارش ہے کہ اپنے اکاؤنٹ سے متعلق تمام سوالات اور شکایات کے لیے اس سیکشن کی سروسز کو بروئے کار لائیں۔ اس کے لیے آپ ہمیں پاکستان بھر سے ٹول فری نمبر (42525) HALAL-0800 پر مفت کال کر سکتے ہیں۔ ہمارا مہذب اور تربیت یافتہ عملہ آپ کی گزارشات کا بروقت جواب دے گا۔

اکتوبر 2010 کے اختتام پر المیزان کے زیر انتظام کل اثاثہ جات 19.7 ارب روپے پر مشتمل تھے جو آپ کے بھروسے اور اعتماد کی عکاسی کرتا ہے۔ المیزان کے زیر انتظام اوپن اینڈ فنڈز کے کل اثاثہ جات مندرجہ ذیل تھے:

المیزان اسلامک فنڈ (MIF)	4,076 ملین روپے
میزان اسلامک انکم فنڈ (MIIF)	3,159 ملین روپے
میزان کیش فنڈ (MCF)	6,645 ملین روپے
میزان سوورن فنڈ (MSF)	1,235 ملین روپے

ہم آپ کے مستقل پیش قیمت تعاون اور حمایت کے شکرگزار ہیں۔ ہم اس بات کا عزم کرتے ہیں کہ شرعی اصولوں کے مطابق بہترین سرمایہ کاری کی سروسز فراہم کرتے رہیں گے۔ ماہ اکتوبر 2010ء کی فنڈ مینجنگ رپورٹ آپ کی معلومات اور ریکارڈ کے لیے پیش ہے۔

آپ کا مخلص



محمد نثار ریحان

اے وی پی مارکیٹنگ

# AL Meezan Investment Management Limited

Al Meezan Investments, the company in operation since 1995, has one of the longest track records of managing mutual funds in the private sector in Pakistan. Al Meezan Investments manages eight mutual funds; namely Al Meezan Mutual Fund, Meezan Balanced Fund, Meezan Islamic Fund, Meezan Islamic Income Fund, Meezan Tahaffuz Pension Fund, Meezan Capital Protected Fund – I, Meezan Cash Fund and Meezan Sovereign Fund. To cater to demand of its valued investors, Al Meezan launched Pakistan's first Shariah compliant Government securities fund – Meezan Sovereign Fund this year.

The total funds under management of Al Meezan, the only full fledged Shariah compliant asset management company in Pakistan, have reached Rs. 19.7 billion as on October 31, 2010. 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.

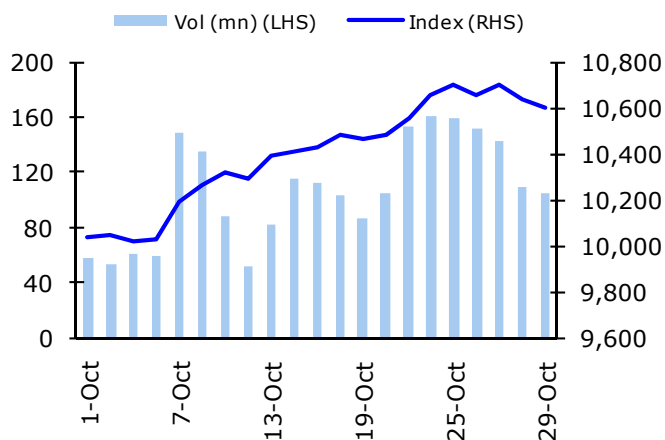
## Stock Market Review

During the month of October, KSE-100 index increased by 585 pts (5.8% up) to close the month at 10,598. The average daily volume stood at 107 million shares as compared to 61 million shares in September.

The month started with dull activity in the market. However, later the investors shunned all political noise and macro economic concerns and the sentiments turned bullish due to news about EU allowing duty free import from Pakistan, above expectation corporate results and increase in cement prices. Investors were generally expecting the impact of floods on the bottom line of the companies. As did this not happen, the corporate results were generally above expectations. On the macroeconomic front, there was a mixed bag of news with CPI for September being above expectation (15.7%) while current account posting a surprise surplus of US\$ 447 million in September, which was partly because of high remittances (record high of US\$ 2.65 billion for the 1QFY11). Foreigners remained net buyers in the market with net foreign inflow of US\$ 31 million during the month.

Looking ahead, with IMF talks underway, macroeconomics are at a critical juncture. Successful completion of IMF review, should not only result in release of the pending US\$1.7bn tranche, it should also serve as endorsement for other flows.

### KSE-100 Index Performance



## Money Market Review

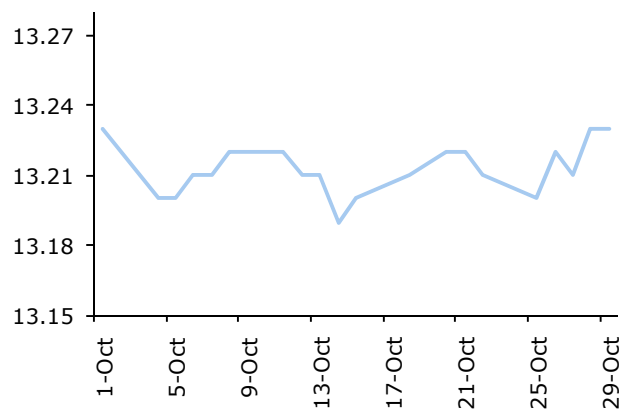
During the month, money market remained liquid. To normalize the liquidity situation, State Bank regularly conducted OMOs and mopped up Rs. 172 billion at weighted average yield of 11.67%, while its injected Rs. 37 billion at weighted average yield of 12.22%. Banks also deposited Rs. 68 billion on floor rate with State Bank while banks borrowed Rs.26 billion from State Bank through discounting window.

During the month, State Bank also conducted two T-Bill auctions and accepted Rs.203 billion against total bid of Rs. 471 billion. The target of the auction was Rs.175 billion against maturity of Rs. 153 billion. The cut off yield of six-month paper has increased by 27 bps to close at 13.12%. The KIBOR rates remained stable during the month with six month KIBOR declined by 4 bps and closed at 13.23%.

On the forex front, rupee appreciated against dollar by Rs.0.44 to close at Rs. 85.90 per dollar in the interbank market, while it appreciated in Kerb market by Rs.0.55 to close at Rs. 85.95.

Going forward, it is expected that the interest rates will remain firm as inflationary pressures will demand State Bank to maintain its tight monetary stance in the bi-monthly review at the end of November.

### 6 Month KIBOR



## Disclaimer

This report has been prepared by Al Meezan Investments for information purposes only. Reasonable care has been taken in the preparation of the report. However, Al Meezan Investments nor any of its employees or affiliated entities takes any responsibility for any loss that may be incurred by any user of this report.

## INVESTMENT OBJECTIVE

To maximize total investor returns by investing in Shariah Compliant equities focusing on both capital gains and dividend income.

## Funds Details

Fund Type:	Open End
Risk Level	High
Launch Date	8th Aug 2003
Trustee	CDC
Auditors	A.F. Ferguson & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B and C
Management Fee	2%
Front End Load	2%
Fund Category	Equity
Back End Load	Nil
Benchmark	KMI-30
Leverage	Nil
Listing	KSE
AMC Rating	AM2
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 Madiha Javed Ayesha Irfan M. Ali, CFA, FRM

## Fund Assets:

	Sep '10	Oct '10	MoM %
Net Assets (Rs mn)	3,963	4,076	2.9%
NAV Per Unit (Rs)	39.24	41.12	4.8%
% held in Securities	89.6	91.0	
% held as Cash	10.4	9.0	

## Risk Measures–October'10

	Standard Deviation	Sharpe Ratio
MIF	0.55	0.35
KSE-100 index	0.54	0.44
KMI-30 Index	0.58	0.47

# KMI-30 replaced DJIIMP as the Fund's benchmark in FY10 while KSE-100 index remained as the benchmark till FY06

## Performance

## Cumulative Returns

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MIF	5%	1%	1%	11%	14%	-8%	48%	197%
Benchmark#	7%	5%	6%	15%	15%	13%	41%	119%

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

## Annual Returns

	FY10	FY09	FY08	FY07	FY06	FY05	FY04
MIF	31%	-30%	0.27%	29%	30%	40%	24%*
Benchmark#	37%	-35%	-1%	17%	25%	22%	26%*

\* Return from inception date

## Fund Review

Net assets of Meezan Islamic Fund as at October 31, 2010 stood at Rs. 4 billion. The fund's NAV appreciated by 5% during the period under review against an increase of 7% in the benchmark index (KMI-30) while KSE-100 Index, during the same period increased by 6%.

Since the market is trading at attractive multiples, we hold a positive view on the market. As on October 31, the fund was 91% invested in equities.

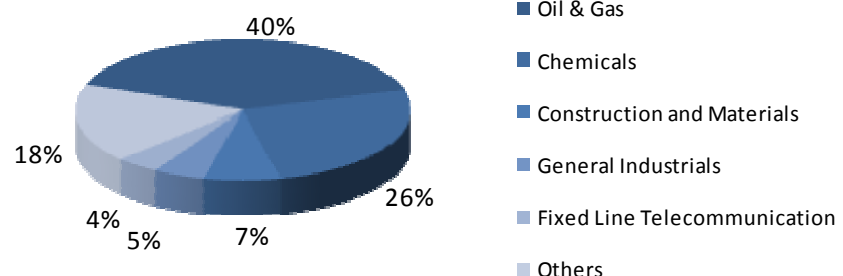
## Portfolio

## Top Ten Holdings

## Company Name(in alphabetical order)

Fauji Fertilizer Company Limited	Chemicals
Fauji Fertilizer Bin Qasim Limited	Chemicals
ICI Pakistan Limited	Chemicals
Lucky Cement Limited	Construction and Materials
Meezan Bank Limited	Banks
Oil & Gas Development Company Limited	Oil & Gas
Pak. Telecommunication. Co. Limited	Fixed line Telecommunication
Pakistan Oilfields Limited	Oil & Gas
Pakistan Petroleum Limited	Oil & Gas
Pakistan State Oil Company Limited	Oil & Gas

## Sector Allocation



**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.

### Funds Details

Fund Type	Open End
Risk Level	Minimal
Launch Date	15-Jan-07
Trustee	CDC
Registrar	Meezan Bank Ltd
Unit Types	A, B & C
Front End Load	0.5%
Fund Category	Income
Back End Load	Contingent load for Type C investors
Listing	KSE
Management Fee	1.5%
Benchmark	Average bank deposit rate of three Islamic banks
Leverage	Nil
Auditors	A.F. Ferguson & Co.
Portfolio Duration	51 days
AMC Rating	AM2
Fund Stability Rating	A+ (f)
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/Redemption Days	Mon-Fri 9am-3 pm
Fund Manager	M. Ali, CFA, FRM
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib Madiha Javed Ayesha Irfan M. Ali, CFA, FRM

### Fund Assets:

	Sep '10	Oct '10	MoM %
Net Assets (Rs mn)	3,212	3,159	-1.64%
NAV Per Unit (Rs)	50.86	51.08	0.44%

### Rating Distribution of assets

AAA (GoP Issued/backed)	23.8%
AA+	16.8%
AA	10.5%
AA-	11.6%
A+	4.1%
A	17.3%
A-	1.5%
BBB and below	12.9%
Unrated	1.5%

## Performance

### Cumulative Returns (annualized)

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MIIF	5.29%	11.04%	10.48%	11.99%	7.64%	9.26%	-	9.31%
Benchmark	5.86%	5.87%	5.87%	5.87%	5.87%	5.90%	-	5.89%

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

### Annual Returns

	FY10	FY09	FY08	FY07	FY06	FY05	FY04
MIIF	7.31%	10.15%	9.15%	9.93%	-	-	-
Benchmark	5.75%	6.54%	5.75%	4.66%	-	-	-

### Fund Review

Net assets of Meezan Islamic Income Fund (MIIF) as at October 31, 2010 stood at Rs. 3.2 billion. MIIF has provided an annualized return of 5.3% for the month of September as compared to its benchmark which has provided an annualized return of 5.86% during the same period.

## Portfolio

### Top Ten Sukuk Holdings

Sukuks Names	Sectors	%
GoP Ijarah Sukuk III	GoP Ijarah	9%
KSEW - II	GoP Backed	8%
Maple Leaf Cement	Construction and Materials	8%
Engro Fertilizer Limited	Chemical	8%
Eden Housing Limited	Construction and Materials	5%
GoP Ijarah Sukuk IV	GoP Ijarah	5%
Century Paper & Board Mills Ltd.	Forestry and Paper	4%
Sitara Chemicals Ltd. - III	Chemical	3%
KSEW - I	GoP Backed	2%
Shahmurad Sugar Mills Limited	Food Producers	1%

### Portfolio Composition

	Sep'10	Oct'10
Corporate Sukuks	33%	32%
GoP Issued/backed Sukuks	26%	24%
Cash & Cash Equivalents	41%	44%

### Details of Non Compliant Investment

Name of Non-compliant investment	Type of Investment	Value of Investment before provision	Provision held if any	Value of investment after provision	% of Net assets	% of gross Assets
Arzoo Textile Mills Ltd.	Sukuk	70,000,000	45,500,000	24,500,000	0.78%	0.77%
Eden Housing Limited	Sukuk	222,750,000	69,288,318	153,461,682	4.86%	4.84%
Mapl Leaf Cement - I	Sukuk	319,796,000	79,949,000	239,847,000	7.59%	7.57%
Mapl Leaf Cement - II	Sukuk	12,000,000	3,000,000	9,000,000	0.28%	0.28%
Security Leasing Ltd. - II	Sukuk	32,031,250	8,007,813	24,023,438	0.76%	0.76%
Total		656,577,250	205,745,131	450,832,120	14.27%	14.23%

**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.

## Funds Details

Fund Type	Open End
Risk Level	Minimal
Launch Date	15-Jun-09
Trustee	CDC
Registrar	Meezan Bank Ltd
Unit Types	A, B and C
Front End Load	Nil
Back End Load	0.1% if redemption within 3 days
Listing	ISE
Fund Category	Money Market
Management Fee	1%
Auditors	A.F. Ferguson & Co.
Leverage	Nil
Portfolio Duration	25 Days
AMC Rating	AM2
Fund Stability Rating	AA (f)
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am-3pm
Fund Manager	M. Ali, CFA, FRM
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib Madiha Javed Ayesha Irfan M. Ali, CFA, FRM

## Fund Assets:

	Sep '10	Oct '10	MoM %
Net Assets (Rs mn)	5,846	6,646	13.7%
NAV Per Unit (Rs)	50.01	50.43	0.8%

## Rating Exposure

AA+	67.4%
AA	32.6%

	Sep'10	Oct'10
TDR	25%	25%
Cash & Cash Equivalents	75%	75%

## Performance

### Cumulative Returns (annualized)

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MCF	10.32%	10.30%	10.19%	10.23%	10.13%	-	-	10.07%
Benchmark	8.27%	8.21%	7.89%	8.21%	7.65%	-	-	7.63%

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

### Annual Returns

	FY10	FY09	FY08	FY07	FY06	FY05	FY04
MCF (Annualized)	10.10%	8.08%*	-	-	-	-	-
Benchmark	7.48%	7.60%	-	-	-	-	-

\* 15 days of operations.

### Fund Review

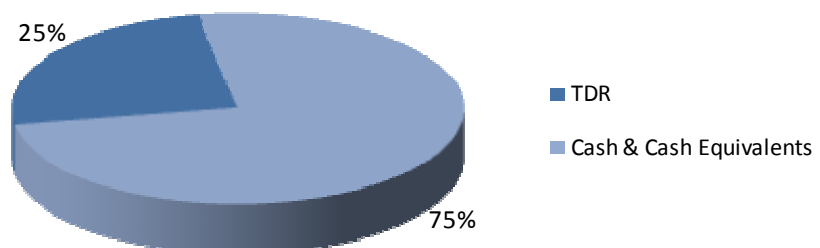
Net assets of Meezan Cash Fund (MCF) as at October 31, 2010 stood at Rs. 6.6 billion. MCF has provided an annualized return of 10.3% for the month of October as compared to its benchmark which has provided an annualized return of 8.27% during the same period.

## Portfolio

### Salient Features

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

### Portfolio Composition



**INVESTMENT OBJECTIVE:** To seek maximum possible preservation of capital and a reasonable rate of return

### Funds Details

Fund Type	Open End
Risk Level	Minimal
Launch Date	10-Feb-10
Trustee	CDC
Registrar	Meezan Bank Ltd
Unit Types	A, B , C & D
Front End Load	0.5%
Fund Category	Income
Back End Load	Nil
Listing	ISE
Management Fee	1%
Auditors	A.F. Ferguson & Co.
Benchmark	Average return on 6-month Islamic bank deposits
Leverage	Nil
Portfolio Duration	60 Days
AMC Rating	AM2
Fund Stability Rating	AA+ (f)
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/Redemption Days	Mon-Fri 9am-3pm
Fund Manager	M. Ali, CFA, FRM
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib Madiha Javed Ayesha Irfan M. Ali, CFA, FRM

### Fund Assets:

	Sep '10	Oct '10	MoM %
Net Assets (Rs mn)	720	1235	71.52%
NAV Per Unit (Rs)	50.04	50.47	0.86%

### Asset Rating

AAA (GoP issued/backed)	44.9%
AA+	36.6%
AA	14.6%
AA-	3.9%

	Sep' 10	Oct' 10
GoP Ijarah	70%	45%
KSEW II	3%	-
Cash & Cash Equivalents	27%	55%

## Performance

### Cumulative Returns (annualized)

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MSF	10.61%	10.46%	10.33%	10.52%	-	-	-	10.12%
Benchmark	8.27%	8.21%	7.89%	8.21%	-	-	-	7.76%

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

### Fund Review

Meezan Sovereign Fund (MSF) was launched during February, 2010. As of October 31, 2010, the net assets of the fund stood at Rs. 1.2 billion, showing an increase of 72% month on month. For the month of October, the fund has provided an annualized return of 10.6% against a return of 8.27% of its benchmark.

## Portfolio

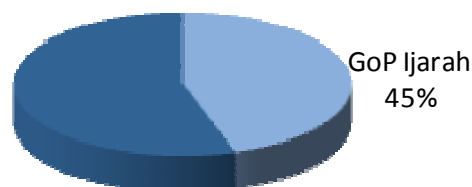
### Salient Features

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

### Sector Allocation

#### Cash & Cash Equivalents

55%

GoP Ijarah  
45%

**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.

## Funds Details

Fund Type	Open End
Risk Level	Minimal
Launch Date	28-Jun-07
Trustee	CDC
Registrar	Meezan Bank Ltd
Fund Category	Pension
Auditors	A.F. Ferguson & Co.
AMC Rating	AM2
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Day	Mon-Fri 9 am – 3 pm
Fund Manager	Muhammad Asad
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib Madiha Javed Ayesha Irfan M. Ali, CFA, FRM

## Performance

### Cumulative Returns

	1M	3M	6M	YTD	1Yr	3Yr	5Yr	PSD**
MTPF- Equity	5.6%	1.2%	0.4%	9.9%	15.4%	-3.9%	-	10.8%
MTPF- Debt*	10.2%	11.1%	10.5%	11.5%	9.2%	9.4%	-	9.2%
MTPF- MMkt*	10.8%	10.2%	9.9%	10.7%	8.9%	9.1%	-	9.0%

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

\* annualized return

### Annual Returns

	FY10	FY09	FY08	FY07	FY06	FY05	FY04
MTPF- Equity	31.50%	-25.80%	3.10%	-	-	-	-
MTPF- Debt	8.50%	10.20%	8.30%	-	-	-	-
MTPF- MMkt	8.50%	11.10%	7.70%	-	-	-	-

### Fund Review

As at October 31, 2010, total size of Meezan Tahaffuz Pension Fund (MTPF) stood at Rs. 301 million. For the month of October, the equity sub fund posted a return of 5.6% while debt and money sub funds posted an annualized return of 10% and 11% respectively.

## Funds Assets

Rs (Mn)	Sep '10	Oct '10	MoM %
MTPF- Equity	111	117	5.5%
MTPF- Debt	104	106	1.1%
MTPF- MMkt	78	79	1.2%
<b>Total Fund</b>	<b>293</b>	<b>301</b>	<b>2.8%</b>

## NAV per unit

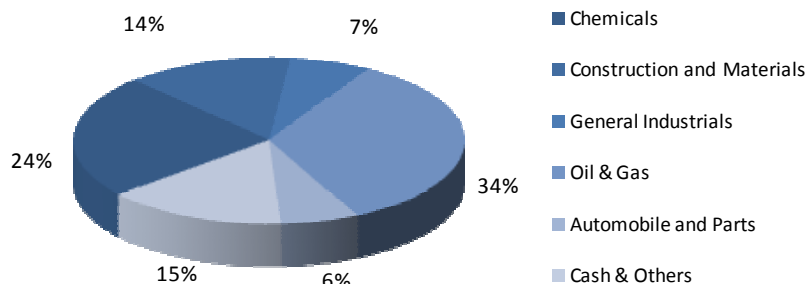
Rs	Sep'10	Oct'10	MoM %
MTPF- Equity	105.1	111.0	5.6%
MTPF- Debt	133.6	134.7	0.8%
MTPF- MMkt	132.5	133.6	0.8%

## Sukuk Holdings – MTPF (Debt fund)

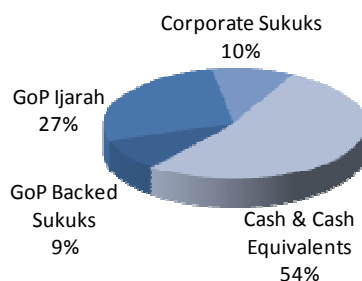
Dawood Hercules
Eden Housing Limited
GoP Ijarah Sukuks IV
KSEW – II
Maple Leaf Cement
Security Leasing Sukuk II
Shahmurad Sugar Mills

## Portfolio

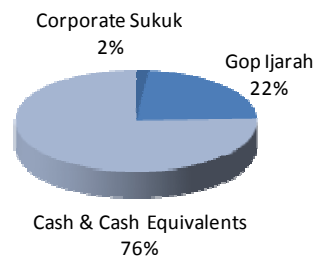
### Sector Weightage as a % of Net Assets (MTPF – Equity)



### MTPF Debt Sub Fund



### MTPF Money Market Sub





**INVESTMENT OBJECTIVE:** To protect investors' principal investment till the maturity of the fund and provide a reasonable return

## Funds Details

Fund Type	Open End
Risk Level	Minimal
Launch Date	19-May-08
Trustee	CDC
Registrar	Meezan Bank Ltd
Unit Types	A, B, C & D
Front End Load	3%
Fund Category	Capital Protected
Back End Load	Contingent Load
Listing	KSE
Management Fee	3% of equity Segment 1% of Capital Protected Segment
Auditors	A.F. Ferguson & Co.
Leverage	Nil
AMC Rating	AM2
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am-3pm
Fund Manager	Ayesha Irfan
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib Madiha Javed Ayesha Irfan M. Ali, CFA, FRM

## Fund Assets:

	Sep '10	Oct '10	MoM %
Net Assets (Rs mn)	656	665	1.34%
NAV Per Unit (Rs)	52.38	53.10	1.4%

	Sep '10	Oct '10
Equity	12.5%	12.6%
Murabahah Placement	87.6%	87.4%

## Performance

### Cumulative Returns

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD**
MCPF-1	1.39%	2.49%	16.84%	4.56%	15.02%	-	-	19.52%

\*\* Performance start date of May 19, 2008

### Annual Returns

	FY10	FY09	FY08	FY07	FY06	FY05	FY04
MCPF-1	14.07%	0.75%	-0.54%*	-	-	-	-

\* 41 days of operations.

### Fund Review

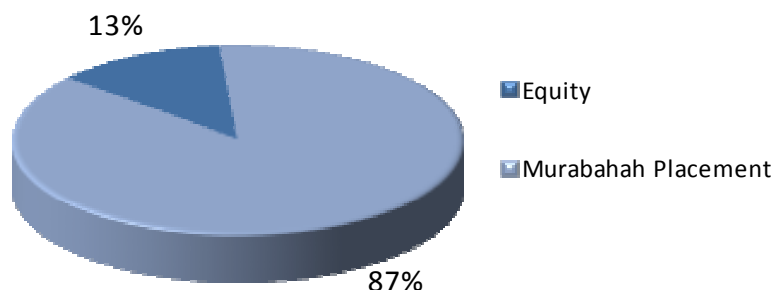
As on October 31, the net assets of Meezan Capital Protected Fund (MCPF-1) stood at Rs. 665 million, showing an increase of 1.3% month-on-month. For October 2010, MCPF-1 provided a return of 1%.

## Portfolio

### Salient Features

<b>Key Benefits</b>	Preservation of Principal Investment upon maturity of investment
	Primary Investment in Murabahah
	Exposure to equity coupled with capital protection
	Very Low Risk
<b>Investment Policy and Strategy</b>	Tax-free Returns (for holdings till maturity)
	Tax Credit as per tax laws
	Upto 23% exposure to equity
	77% of Investment in Capital Protected segment
	Murabahah Placement with a top rated Islamic bank

### Sector Allocation



## Al Meezan Mutual Fund

### Performance

**Month on Month**                      **Sep '10**                      **Oct '10**

Return on AMMF                      1.60%                      4.68%

Return on KSE-100 index                      2.04%                      5.84%

Return on KMI-30 Index\*                      3.14%                      6.58%

### Year - to - date (FY)

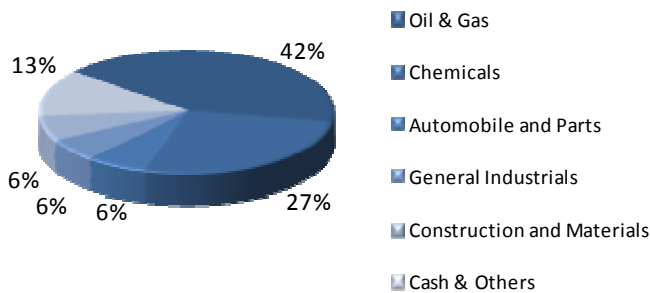
Return on AMMF                      5.16%                      10.08%

Return on KSE-100 index                      3.00%                      9.02%

Return on KMI-30 Index\*                      7.61%                      14.70%

\* Benchmark

### AMMF Assets Distribution – October '10



### Fund Assets:

	Sep'10*	Oct'10	MoM %
Net Assets (mn)	1,359	1,429	5.08%
NAV Per Unit (Rs)	9.88	10.39	5.08%

\*Adjusted for dividend

### 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 Review

Net assets of Al Meezan Mutual Fund (AMMF) as at October 31, 2010 stood at Rs. 1.4 billion. The fund's NAV appreciated by 5% during the month of October against an increase of 7% in the benchmark index (KMI-30) while KSE-100 Index, during the same period increased by 6%.

## Meezan Balanced Fund

### Performance

**Month on Month**                      **Sep '10**                      **Oct '10**

Return on MBF                      1.28%                      2.93%

Benchmark Return\*                      1.81%                      3.53%

Return on KMI-30 Index                      3.14%                      6.58%

### Year - to - date (FY)

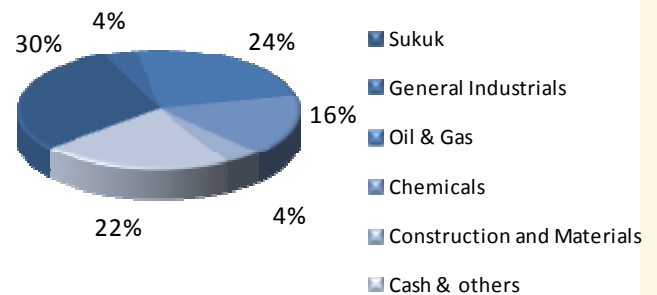
Return on MBF                      3.76%                      6.79%

Benchmark Return\*                      4.29%                      8.33%

Return on KMI-30 Index                      7.61%                      14.70%

\*50% return on Islamic deposits and 50% return on KMI-30

### MBF Assets Distribution – October '10



### Fund Assets:

	Sep'10*	Oct'10	MoM %
Net Assets (mn)	1,260	1,299	3.08%
NAV Per Unit (Rs)	10.50	10.82	3.08%

\*Adjusted for dividend

### 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 Review

Net assets of Meezan Balanced Fund (MBF) as at October 31, 2010 stood at Rs. 1.3 billion. The fund's NAV appreciated by 3% during the month.