

# 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 eleven 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), MCPF-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. 56.51 billion as on March 31, 2014. With AM2 rating which denotes high management quality, the company clearly stays well ahead of all its competitors in the Islamic asset management market in Pakistan.

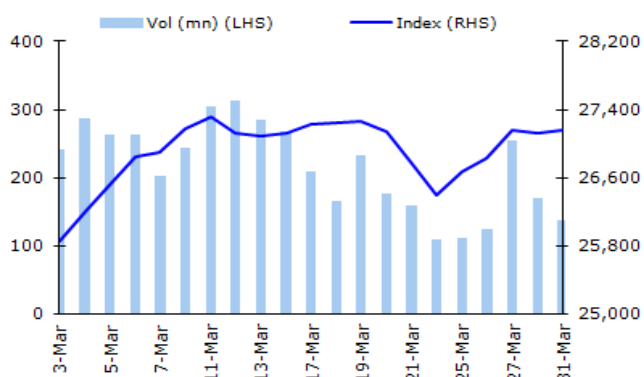
## Stock Market Review

KSE-100 index increased by 5.3% to close at 27,159 in March as compared to 3.7% decline in February 2014. The month of March saw volumes falter by 9% to average 215mn shares/day, while value traded rose by 24% MoM. Mutual funds & Banks/DFI's remained the biggest buyers with USD55mn, while Companies & Others were biggest sellers. Foreigners on the other hand sold securities worth USD 5mn.

After witnessing a dip in February, the market rebounded by 1.4k points in March on the back of improving macros and news of MSCI FM weight increase. As peace talks with TTP gradually progressed, hefty buying by a local mutual fund in early March set the tone for market's positive direction. With PKR appreciating 6.1% against the green-back, the month saw sector switching from this phenomenon. Resultantly, import dependent sectors such Pharma and Autos appreciated by double digits, while Exporters such as Textile stocks were the underperformers. Banks also gained in the month due to no change in and record participation in PIBs. Pakistan also received USD 1.5bn from a friendly country in March under Pakistan Development Fund (PDF).

Triggers ahead for the market include expected Eurobond issuance and 3G auction in April 2014, as well as the deadline for proposals by financial advisors on the secondary market offerings of OGDCL, PPL, and UBL. Another positive update is expected from MSCI's index methodology change whereby the weight of Pakistan can potentially rise to 8.4%.

## KSE-100 Index Performance



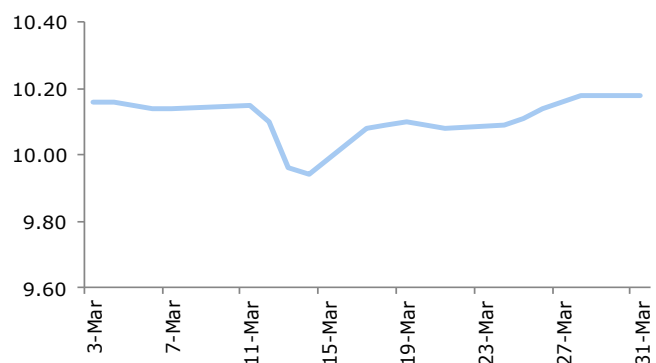
## Money Market Review

The first half of this month saw a volatile money market with regards to yields and interest rates on account of a changed market expectation of a key rate cut which did not materialize and the DR was kept stable at 10% by the SBP via its bi-monthly MPS. The market faced a relatively tight liquidity scenario evidenced by Rs. 863 billion worth of discounting availed by various counters along with Rs. 520 billion worth of OMO injections conducted during the month. The 3MK and 6MK both closed at 10.18% which was 3bps and 1 bp up in comparison to the previous month.

This month passed by yet again without the announcement of a new Ijarah resulting in further appreciation of Ijarah prices, in turn driving the investment yields further down. Moreover, two T-bill auctions were conducted during the month whereby in total, Rs. 536 billion was accepted against a participation of Rs. 560 billion with major acceptance in the 12 months T-bills (Rs. 206 billion at a cut off yield of 9.99%). A PIB auction was also conducted which saw a record participation and acceptance level; Rs. 532 billion was accepted against a participation of Rs. 543 billion (highest acceptance in 3 Yrs category: Rs. 287 billion at a cut off yield of 12.09%).

On the forex front, the rupee gained value; in the interbank market it closed Rs. 6.38 stronger at Rs. 98.52/\$ while in the open market, it closed Rs. 5.40 stronger at Rs. 100.10/\$.

## 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. 13.56 billion as on March 31, 2014. The fund's NAV increased by 4.5% during the month of March as compared to 4.0% increase in benchmark index (KMI-30) while KSE-100 Index during the same period increased by 5.3%. As on March 31, the fund was 91% invested in equities.

## Investment Objective:

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

## Fund Details:

Fund Type:	Open End
Risk Level	High
Launch Date	8th Aug 2003
Trustee	CDC
Auditors	KPMG Taseer Hadi & Co.
Registrar	Meezan Bank Ltd.
Unit Types	A, B and C
Management Fee	2%
Front End Load	2%
Fund Category	Equity
Back End Load	Nil
Benchmark	KMI-30
Leverage	Nil
Listing	KSE
AMC Rating	AM2
Rating Agency	JCRVIS
Pricing Mechanism	Forward
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Muhammad Asad
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik

## Fund Net Assets:

	Feb '14	Mar '14	MoM %
Net Assets (Rs mn)	12,346	13,563	9.9%
NAV Per Unit (Rs)	51.74	54.05	4.5%

## Asset Allocation:

	Feb '14	Mar '14
Equity (%)	92.13	90.99
Cash (%)	6.86	8.03
Other receivables (%)	1.01	0.98
Expense Ratio*	3.42%	3.52%
P/E	8.7	8.7

\*Management fee is included in the expense ratio

## Risk Measures as of March 31, 2014:

	MIF	KSE-100 Index	KMI-30 Index
Standard Deviation (%)	4.74	4.39	4.89
Sharpe Ratio	0.77	1.03	0.65

## Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*	CAGR*
MIF	4%	6%	21%	20%	39%	124%	331%	705%	22%
Benchmark#	4%	5%	21%	22%	41%	122%	339%	485%	18%

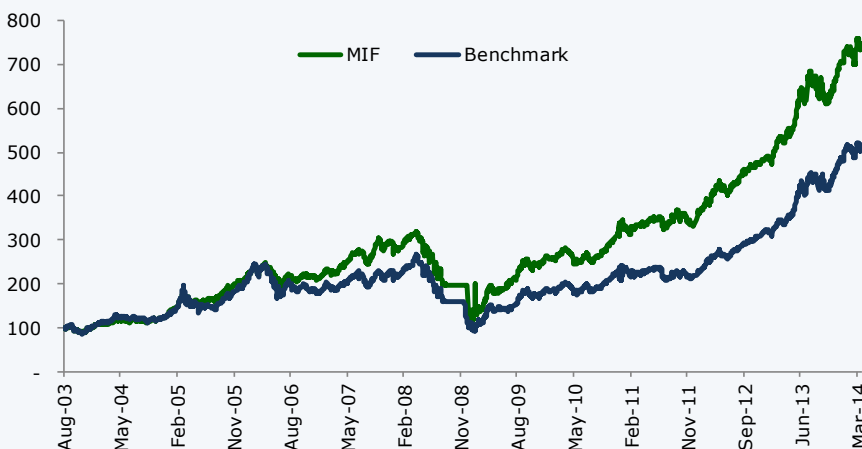
\* Performance start date as of Aug 8, 2003 (CAGR since inception)

# KMI-30 remained as the benchmark till June 30, 2006. Benchmark changed to KSE-100 Index from July 01, 2006 onwards.

## 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%

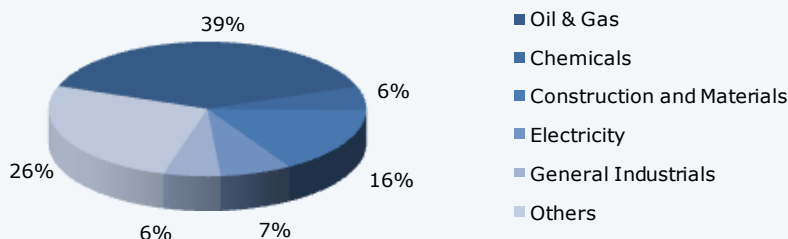
## Sub X Performance:



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

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

## 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 a mark to market policy. If the same were not made the NAV per unit/return of the fund would be higher by Rs. 0.29/0.54%. 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 March 31, 2014 stood at Rs. 2.62 billion. The fund's NAV increased by 4.7% during the month of March as compared to 4.0% increase in benchmark index (KMI-30) while KSE-100 Index during the same period increased by 5.3%. As on March 31, the fund was 91% invested in equities.

## Investment Objective:

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

## Fund Details:

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

## Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*	CAGR*
AMMF	5%	5%	20%	20%	38%	121%	313%	1,731%	18%
Benchmark#	4%	5%	21%	22%	41%	122%	339%	1,421%	17%

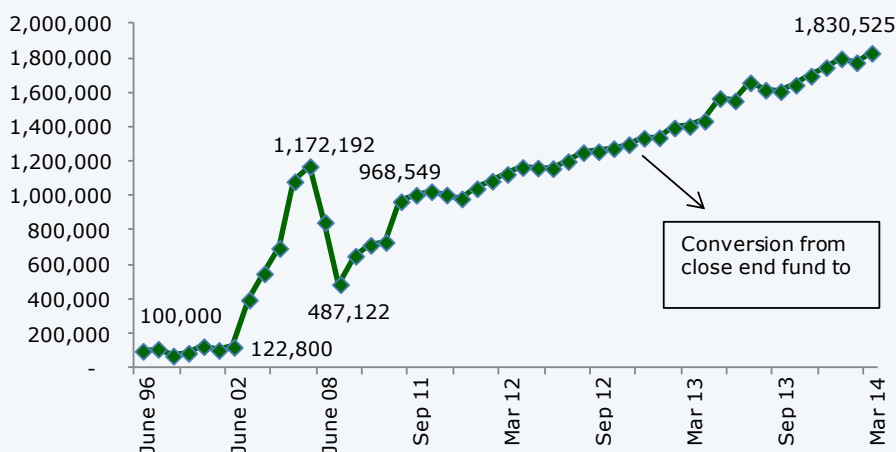
\* Performance start date of July 13, 1995 since inception

# KMI-30 is the benchmark index 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



## Fund Net Assets:

	Feb '14	Mar '14	MoM %
Net Assets (Rs mn)	2,432	2,622	7.82%
NAV Per Unit (Rs)	14.37	15.05	4.7%

## Asset Allocation:

	Feb '13	Mar '14
Equity (%)	91.64	90.76
Cash (%)	7.58	8.03
Other receivables (%)	0.78	1.21
Expense Ratio*	3.60	3.66

\*Management fee is included in the expense ratio

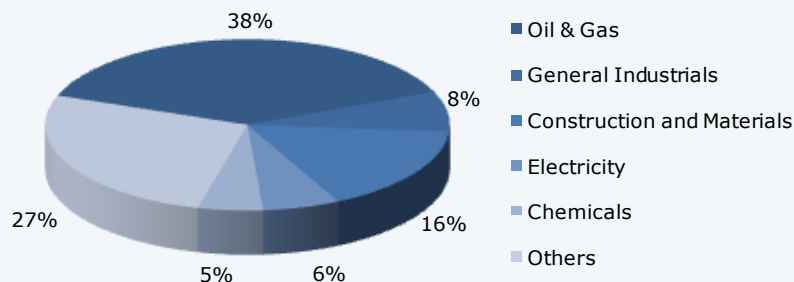
## Risk Measures E March 14:

	AMMF	KSE-100 index	KMI-30 Index
Standard Deviation (%)	4.81	4.39	4.89
Sharpe Ratio	0.81	1.03	0.65

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

Pakistan State Oil Co. Ltd.	11%	Packages Ltd.	7%
Oil & Gas Development Co. Ltd.	9%	The Hub Power Co. Ltd.	6%
Pakistan Petroleum Ltd.	9%	DG Khan Cement Co. Ltd.	5%
Pakistan Oilfields Ltd.	9%	Nishat Mills Ltd.	5%
Lucky Cement Ltd.	8%	Fauji Fertilizer 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.

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## Fund Review

Net assets of Meezan Islamic Income Fund (MIIF) stood at Rs. 5.2 billion as on March 31, 2014. MIIF has provided an annualized return of 9.99% for the month of March as compared to its benchmark which has provided an annualized return of 5.88% 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	0.19 Years
Back End Load	Contingent load for Type C investors
Benchmark	Average bank deposit rate of three Islamic banks
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Zain Malik
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik

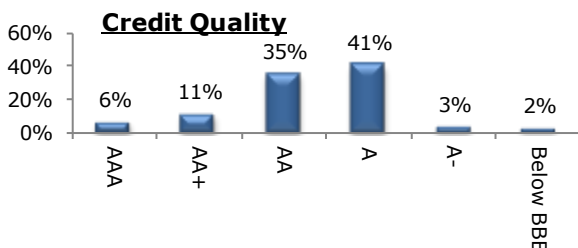
## Fund Net Assets:

	Feb '14	Mar '14	MoM %
Net Assets (Rs mn)	2,801	5,235	86.88%
NAV Per Unit (Rs)*	51.61	50.55	0.84%

\*Ex-Dividend NAV

## Credit Quality of Portfolio:

AAA	6.5%
AA+	10.8%
AA	35.3%
A	40.6%
A-	3.1%
Below BBB	2.4%



## Performance - Annualized Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
MIIF	9.99%	10.13%	10.81%	10.37%	10.53%	12.58%	12.79%	13.94%
Benchmark	5.88%	5.86%	5.82%	5.78%	5.75%	5.91%	5.87%	5.90%

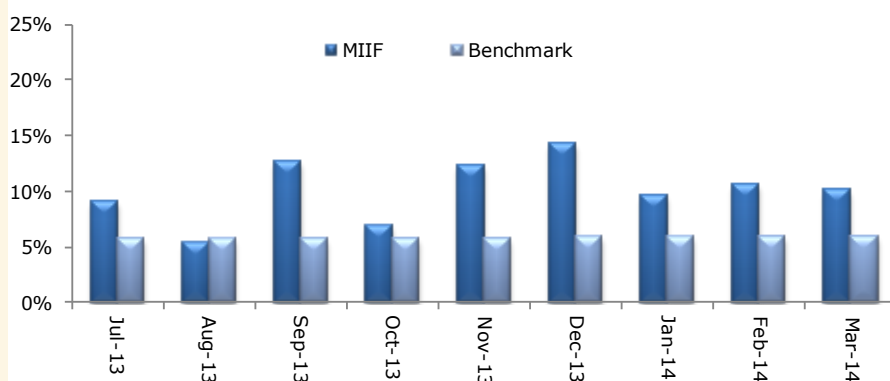
\* Performance start date of Jan 15, 2007

## 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%	-

\* 163days of operations

## Monthly Performance:



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

LALPIR (Commercial Paper)	3.90%	GoP Ijarah Sukuk VIII	1.05%
Engro Fertilizer Ltd.	3.12%	Eden Housing Ltd.	0.94%
GoP Ijarah Sukuk IX	3.00%		
GoP Ijarah Sukuk XII	1.78%		
Maple Leaf Sukuk -I	1.46%		

## Asset Allocation:

	Feb 14	Mar 14
Sukuks	11%	6%
Government backed / Guaranteed Securities	12%	6%
Cash	57%	83%
Commercial Paper	8%	4%
Others Including receivables	12%	1%

## 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	77,962,500	23,806,473	54,156,027	1.03%	0.94%
Maple Leaf Cement - I	Sukuk	263,320,000	179,057,600	84,262,400	1.61%	1.46%
Security Leasing Corporation Ltd - II	Sukuk	15,911,450	15,911,450	-	0.00%	0.00%

**WWF Disclosure:** H\Y\GW\YaY\Ug\A[U]bhU]bYX\dfc] ]g]c b g\ the[unh] of g Rs.35.40mn. If the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.34/0.68%. For details investors are advised to read Financial Statements of the Scheme.

## Fund Review

Net assets of Meezan Cash Fund (MCF) stood at Rs. 5.2 billion as at March 31, 2014. MCF has provided an annualized return of 7.14% for the month of March as compared to its benchmark which has provided an annualized return of 6.59% 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	1.87 Days
Benchmark	Average return on 6-month Islamic bank deposits
Valuation Days	Mon-Fri
Subscription/ Redemption Days	Mon-Fri 9am – 3pm
Fund Manager	Zain Malik
Members of Investment Committee	M. Shoaib, CFA Muhammad Asad Sanam Zaib, CFA Ahmed Hassan, CFA Dr. Gohar Rasool Zain Malik

## Fund Net Assets:

	Feb '14	Mar '14	MoM %
Net Assets (Rs mn)	5,293	5,166	-2.39%
NAV Per Unit (Rs) *	50.07	50.07	0.61%

\*Ex-Dividend NAV

## Rating Exposure:

AAA	20%
AA+	2%
AA	76%

## Portfolio Composition:

	Feb '14	Mar '14
Commercial Paper	4%	4%
Cash	94%	94%
Other Including receivables	2%	2%

## Performance & Annualized Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
MCF	7.14%	7.20%	7.13%	7.29%	7.42%	10.19%	-	11.63%
Benchmark	6.59%	6.60%	6.56%	6.52%	6.55%	7.39%	-	7.52%

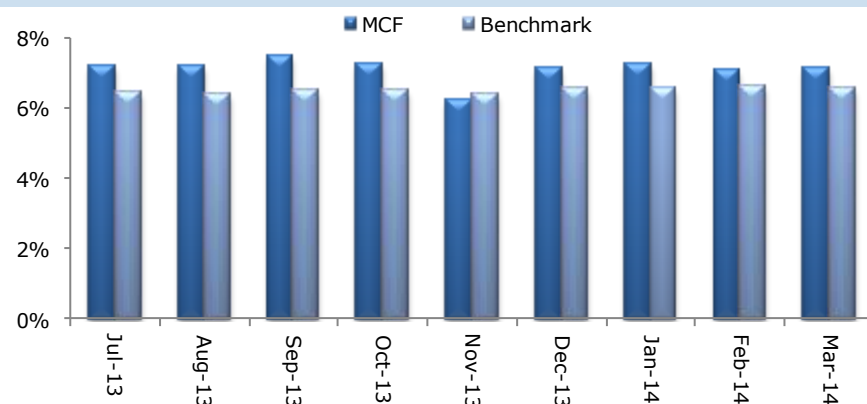
\* Performance start date of June 15, 2009

## Annual Returns:

	FY13	FY12	FY11	FY10	FY09	FY08	FY07	FY06
MCF	8.78%	10.71%	11.02%	10.09%	8.03%#	-	-	-
Benchmark	6.91%	8.13%	8.24%	7.50%	7.60%	-	-	-

#ratios

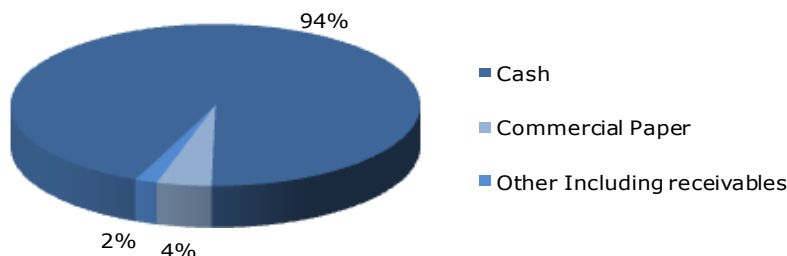
## Monthly Performance:



## Portfolio: Salient Features

Key Benefits	Maximum Preservation of Principal Investment
	High Liquidity (Redemption within two working days)
	*No Sales Load (No Entry or Exit charges)
Investment Policy and Strategy	Tax Credit as per tax laws
	Investments in High Grade & Liquid avenues:
	Instrument/Issuer Rating : A ] b ] a i a ' I 5 5 D
	Maximum Maturity of Instruments : <b>Six Months</b>
Benchmark	Average Time to Maturity of Portfolio : <b>Three Months</b>
	Average return on 6-month Islamic bank deposits

## Asset Allocation:



**WWF Disclosure:** H \ Y ' G W \ Y a Y ' \ U g ' a U ] b h U ] b Y X ' ǻ f z J f ǻ ] c ʘ ʘ X ʘ ʘ U ] ʘ ʘ ʘ  
Rs.52.53mn. If the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.51/1.02%.  
For details investors are advised to read Financial Statements of the Scheme.

## Fund Review

Net assets of Meezan Sovereign Fund (MSF) stood at Rs. 21.31 billion as on March 31, 2014. For the month of March, the fund has provided an annualized return of 11.52% as compared to its benchmark which has provided an annualized return of 6.59% 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	0.46 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
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## Fund Net Assets:

	Y V 14	Mar' 14	MoM %
Net Assets (Rs mn)	24,104	21,310	-11.59%
NAV Per Unit (Rs)*	51.11	50.71	0.98%

\*Ex-Dividend NAV

## Asset Rating:

AAA	76%
AA+	3%
AA	19%

## Asset Allocation:

	Feb 14	Mar 14
Government Guaranteed	59%	68%
Cash	39%	31%
Other Including receivables	2%	1%

**WWF Disclosure:** The Scheme has maintained provisions U [ U ] b g h ^ K c f \_ Y f g D ^ K Y ^ Z U f Y ^ : i b X D g Rs.115.50mn. If the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.27/0.54%. For details investors are advised to read Financial Statements of the Scheme.

## Performance - Annualized Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
MSF	11.52%	9.72%	9.43%	9.01%	8.78%	11.10%	-	11.99%
Benchmark	6.59%	6.60%	6.56%	6.52%	6.55%	7.39%	-	7.53%

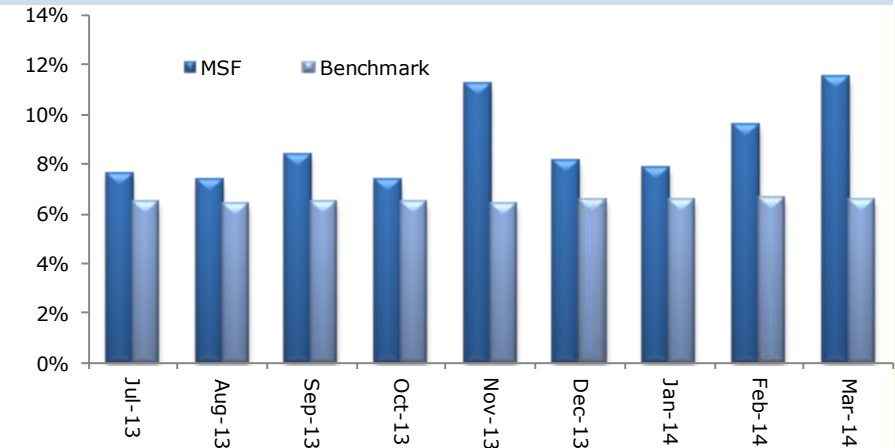
\* Performance start date Feb 10, 2010.

## 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

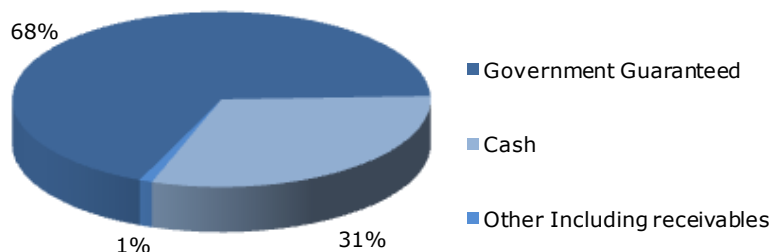
## Monthly Performance:



## 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:</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 March 2014, MCPF-II provided a return of 1.7%. The net assets of Meezan Capital Protected Fund (MCPF-II) have grown to Rs. 527 million as on March 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

## Fund Net Assets:

	Feb '14	Mar '14	MoM %
Net Assets (Rs mn)	518	527	1.73%
NAV Per Unit (Rs)	56.27	57.24	1.73%

## Asset Allocation:

GoP Guaranteed Securities (%)	56.2
Equity (%)	19.4
Cash (%)	22.5
Other Including receivables (%)	1.9

## Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*	CAGR*
MCPF-II	1.7%	3.4%	8.4%	9.5%	13.9%	-	-	43.2%	14.0%
Benchmark	1.3%	2.4%	7.2%	8.5%	14.2%	-	-	40.0%	13.1%

\* Performance start date: 05-Jul-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

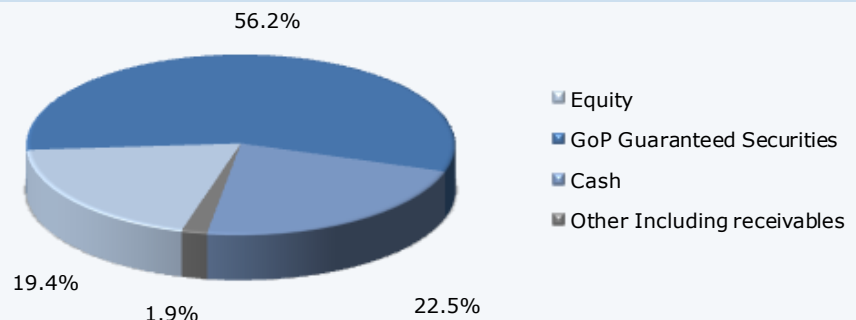
#### Capital Protection Segment

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:



**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's NAV per unit is Rs. 56.27, if the same were not made the NAV per unit of the fund would be higher by Rs.0.17/0.30%. For further details, investors are advised to read financial statements.

## Fund Review:

As at March 31, 2014, total size of net assets of Meezan Tahaffuz Pension Fund (MTPF) stood at Rs. 2,362 million. For the month of March, the NAV of equity sub fund increased by 5.58% while the NAV of debt and money sub funds provided an annualized return of 11.62% and 9.09% respectively.

## Investment Objective:

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

## Fund Details:

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

## Fund Net Assets:

Rs (Mn)	Feb '14	Mar '14	MoM %
MTPF- Equity	1,083	1,218	12.5%
MTPF- Debt	814	860	5.6%
MTPF- MMkt	279	284	1.6%
<b>Total Fund</b>	<b>2,176</b>	<b>2,362</b>	<b>8.5%</b>

## NAV per unit:

Rs	Feb '14	Mar '14	MoM %
MTPF- Equity	291.1	307.3	5.6%
MTPF- Debt	179.6	181.3	1.0%
MTPF- MMkt	179.0	180.4	0.8%

## Sukuk Holdings ₪ MTPF(Debt Fund)

GoP Ijarah Sukuks IX	23.88%
GoP Ijarah Sukuks X	20.22%
GoP Ijarah Sukuks XII	7.91%
GoP Ijarah Sukuks XI	5.57%
GoP Ijarah Sukuks VIII	2.87%
Eden Housing Limited	0.04%
GoP Ijarah Sukuks XIV	0.03%

## MTPF - Allocation Schemes

	1M	3M	6M	YTD	1Yr	3Yr	5Yr	PSD*	CAGR*
High Volatility	5%	7%	20%	20%	36%	108%	285%	182%	17%
Med. Volatility	3%	5%	14%	15%	26%	79%	199%	144%	14%
Low Volatility	2%	4%	9%	10%	17%	54%	128%	112%	12%
Lower Volatility	1%	2%	4%	6%	8%	30%	56%	81%	9%

\* Performance start date of 28200. 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%

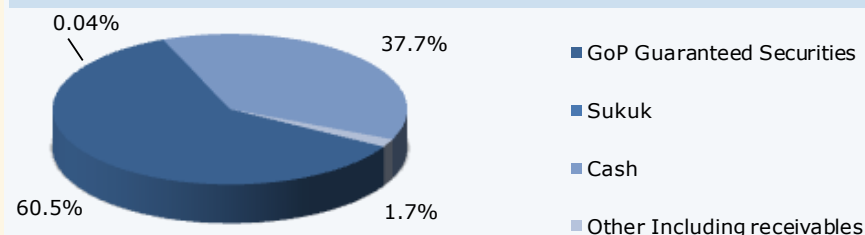
## Annual Returns:

	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%	-	-

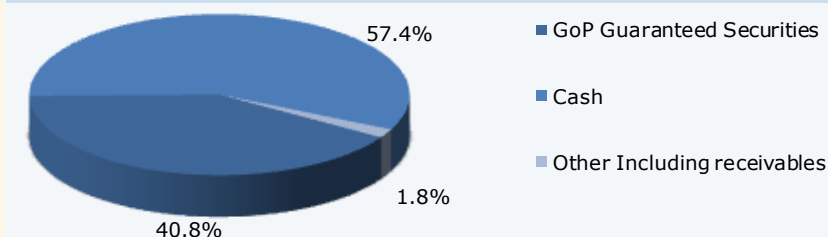
## (MTPF ₪ Equity): Sector Allocation & Top Holdings (Mar 31 '14)

Oil & Gas	33%	Pakistan State Oil Co. Ltd.	10%
Construction and Materials	18%	Lucky Cement Ltd.	8%
Chemicals	9%	Pakistan Petroleum Ltd.	7%
Electricity	7%	DG Khan Cement Co. Ltd.	7%
General Industrials	6%	Oil & Gas Development Co. Ltd.	7%
Other Sectors	17%	Pakistan Oilfields Ltd.	7%
Cash & Others including receivable	10%	The Hub Power Co. Ltd.	6%
		Nishat Mills Ltd.	6%
		Packages Ltd.	6%
		ICI Chemicals Pakistan Ltd.	5%

## MTPF Debt Sub Fund:



## MTPF Money Market Sub Fund:



**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 Worked g D K Y Z U f Y : i b X : ] 8.93mn (Equity), Rs. 1.58mn (Debt) and Rs.20.58mn (MMKT), if the same were not made the NAV per unit/return of the fund would be higher by Rs. 2.25/0.73% (Eq.), Rs. 0.33/0.18% (Dt.) and Rs. 0.33/0.18 (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 March 31, the net assets of KSE-Meezan Index Fund (KMIF) stood at Rs. 1,008 million. For the month of March 2014, KMIF provided a return of 3.74%.

## 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

## Performance - Cumulative Returns:

	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
KMIF	3.7%	4.5%	19.1%	19.1%	36.7%	-	-	74.0%
Benchmark	4.0%	5.1%	21.1%	21.5%	41.2%	-	-	84.1%

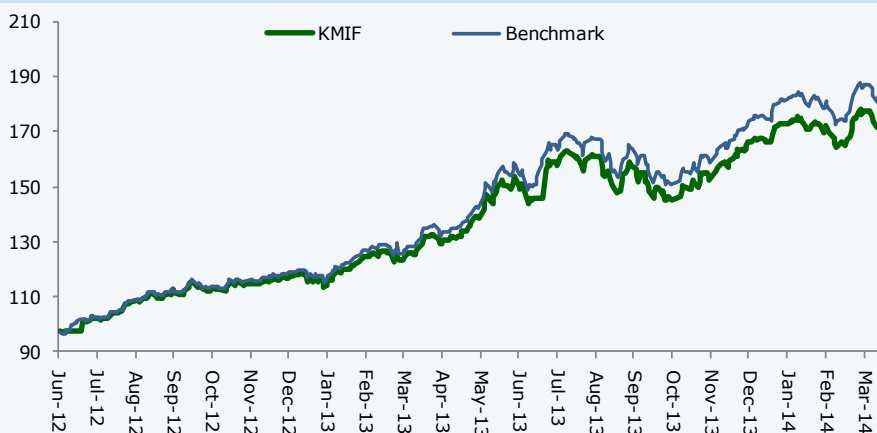
\* Performance start date of 23, 2012.

## Annual Returns:

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

\* 38 days of operations.

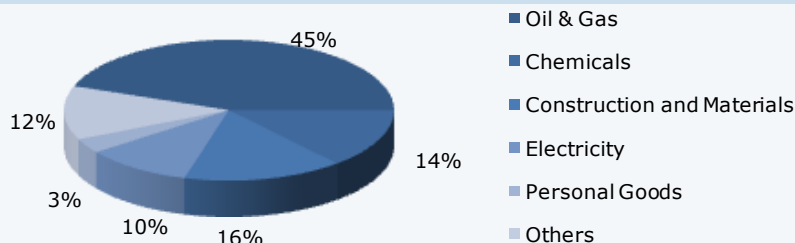
## Sub X D Performance:



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

Pakistan Petroleum Ltd.	12%	The Hub Power Co. Ltd.	7%
Fauji Fertilizer Co. Ltd.	11%	Lucky Cement Ltd.	7%
Oil & Gas Development Co. Ltd.	10%	DG Khan Cement Co. Ltd.	4%
Pakistan Oilfields Ltd.	10%	Nishat Mills Ltd.	3%
Pakistan State Oil Co. Ltd.	8%	Pak Telecommunication Ltd.	3%

## Sector Allocation:



## Fund Net Assets:

	Feb '14	Mar '14	MoM %
Net Assets (Rs mn)	976	1,008	3.29%
NAV Per Unit (Rs)	66.08	68.55	3.74%

## Assets Allocation:

	Feb '14	Mar '14
Equity (%)	98.3	97.6
Cash (%)	0.5	1.1
Other Including receivables (%)	1.2	1.3

**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 provision of Rs. 8.22mb, if the same were not made the NAV per unit/return of the fund would be higher by Rs. 0.56/0.82%. For further details, investors are advised to read financial statements of the fund.

## Fund Review:

As at March 31, 2014, total size of net assets of Meezan Financial Planning Fund of Fund (MFPFOF) stood at Rs.831 million. For the month of March, the NAV of Aggressive plan increased by 3.3% while the NAV of moderate and Conservative plan provided an return of 2.6% and 1.8% 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

## Fund Net Assets:

Rs (Mn)	Feb '14	Mar '14	MoM %
Aggressive	289	304	5.2%
Moderate	186	196	5.7%
Conservative	321	331	3.0%

## NAV per unit:

Rs	Feb '14	Mar '14	MoM%
Aggressive	59.2	61.2	3.3%
Moderate	56.7	58.1	2.6%
Conservative	55.1	56.1	1.8%

## Asset Allocation:

	AGG.	MOD.	CON.
Equity/ Index Funds (%)	69.6	49.2	24.9
Income/MMkt Funds (%)	29.8	49.2	74.6
Cash (%)	0.51	1.5	0.3
Others receivables (%)	0.0	0.0	0.3

## MFPFOF - Allocation Plan:

	1M	3M	6M	YTD	1Yr	3Yr	5Yr	PSD*
Aggressive	3.3%	4.5%	15.9%	15.8%	-	-	-	26.3%
Benchmark	2.8%	3.9%	14.9%	15.7%	-	-	-	25.2%
Moderate	2.6%	3.9%	12.1%	12.6%	-	-	-	20.0%
Benchmark	2.3%	3.4%	12.2%	13.2%	-	-	-	20.9%
Conservative	1.8%	3.1%	8.2%	9.4%	-	-	-	13.5%
Benchmark	1.2%	2.3%	6.9%	8.2%	-	-	-	12.3%

\* Performance start date of 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>	<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>Minimum percentage allocation invested in Collective Investment Scheme(s)</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:** H\Y\`GW\Y aY\`Ug`aU] bhU] bYX`dfcj] g] cbg` to the tune of Rs.1.27mn (Aggressive), Rs. 0.64mn (moderate) and Rs.0.79mn (Conservative). If the same were not made the NAV per unit/return of the Scheme would be higher by Rs. 0.26/0.42% (Aggressive), Rs. 0.19/0.33% (Moderate) and Rs. 0.13/0.24% (Conservative). For details, investors are advised to read Financial Statements of the Scheme.

## Fund Review:

For the month of March 2014, KSE-Meezan Index (KMI-30) increased by 4.01%. 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 49.80 to 50.60 translating into a gain of 1.61% 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

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

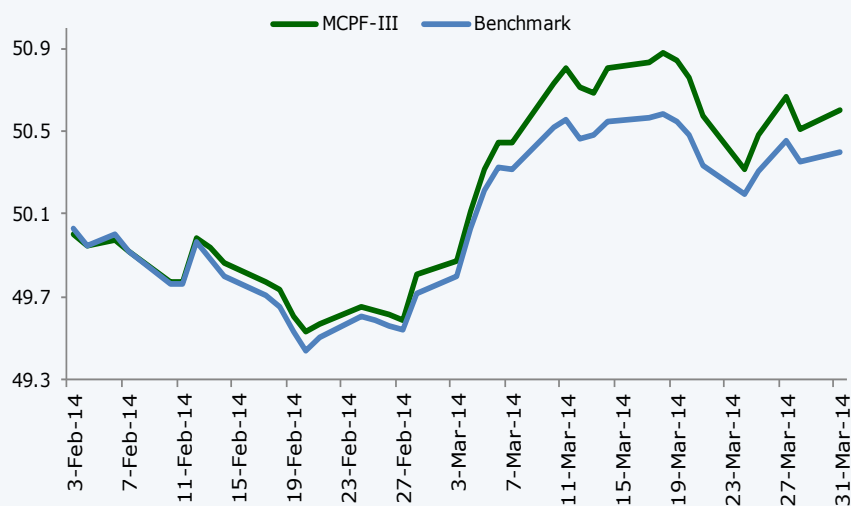
	1M	3M	6M	FYTD	1Yr	3Yr	5Yr	PSD*
MCPF-III	1.6%	-	-	1.2%	-	-	-	1.2%
Benchmark	1.4%	-	-	1.0%	-	-	-	1.0%

\* Performance start date 31, 2014.

## Annual Returns:

	FY13	FY12	FY11	FY10	FY09	FY08	FY07	FY06
MCPF-III	-	-	-	-	-	-	-	-
Benchmark	-	-	-	-	-	-	-	-

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## Fund Net Assets:

	Y V D	Mar' 14	MoM %
Net Assets (Rs mn)	2,940	2,987	1.59%
NAV Per Unit (Rs)	49.80	50.60	1.61%

## Asset Allocation:

	U b D %	Y V D %	A u f D %
Equity/ Index Funds (%)	-	23.4	37.1
Income/Money market Funds (%)	-	75.5	62.3
Cash (%)	-	0.8	0.4
Other Including receivables (%)	-	0.2	0.2

**WWF Disclosure:** H\Y\GW\YaY\Ug\faU]bhU]bYX\dfcj]g]cb liability to the tune of Rs.0.73mn. If the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.01/0.02%. For details investors are advised to read Financial Statements of the Scheme.

## PAKISTAN ONLY SHARIAH -COMPLIANT BALANCED FUND

**BALANCED**

### Fund Review:

Net assets of Meezan Balanced Fund (MBF) as at March 31, 2014 stood at Rs. 1.77 billion. The fund's NAV increased by 3.2% 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

### Funds Net Asset:

	Feb '14	Mar '14	MoM %
Net Assets (Rs mn)	1,652	1,771	7.15%
NAV Per Unit (Rs)	14.42	14.88	3.22%

**WWF Disclosure:** The Scheme has maintained provisions U[ U] bgh Kcf\_YfgD KY ZUfY: 24.65X E mn. If the same were not made the NAV per Unit/return of the Scheme would be higher by Rs.0.21/1.39%. 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	3%	5%	14%	14%	24%	81%	191%	322%	17%
Benchmark	2%	3%	12%	13%	23%	64%	173%	185%	12%

\* Performance start date of 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
Pakistan Oilfields Ltd.	7%	Lalpir (Commercial Paper) 7%
Pakistan State Oil Co. Ltd.	6%	GoP Ijarah Sukuk -XII 7%
Oil & Gas Development Co. Ltd.	6%	GoP Ijarah Sukuk -XI 3%
Pakistan Petroleum Ltd.	6%	GoP Ijarah Sukuk -IX 3%
Lucky Cement Co. Ltd.	5%	Engro Fertilizer Ltd. 3%

### Asset Allocation:

	Feb 14 %	Mar 14 %
Equity	55%	53%
GoP Guaranteed Securities	14%	13%
Sukuk	3%	3%
Commercial Paper	7%	7%
Cash and Other Including receivables	21%	24%

### Sector Allocation:

