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In collaboration with Hollard International

MAY
2019

PERFORMANCE TRACKER

FUND MANAGERS' REPORT

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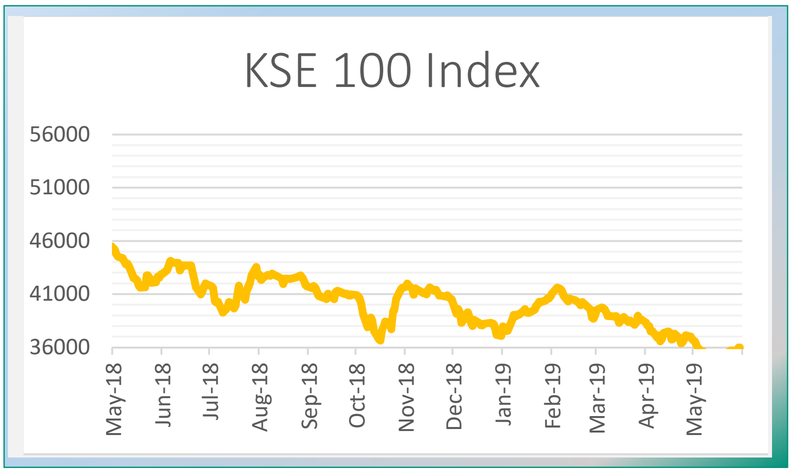
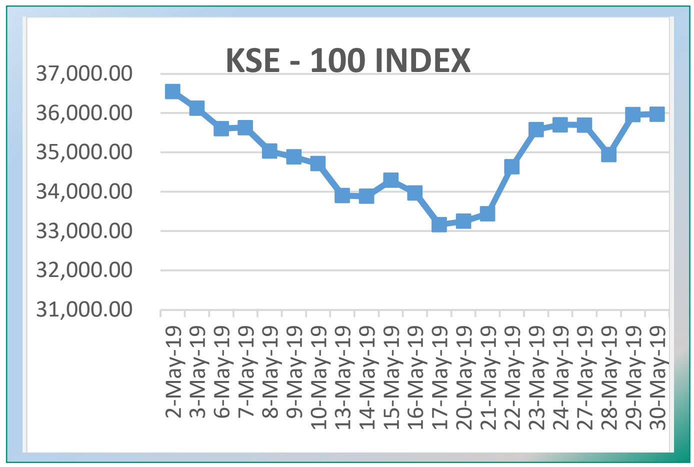
Equity Market Analysis

The benchmark Index KSE100 plunged by ~2.2% during the month despite conclusion of staff-level agreement between Pakistan and the IMF. A clear demarcation was seen in index returns for the two halves of the month with latter half showing recovery and generating a positive return of ~5%. The latter half was fueled by expected launch of two funds including State Enterprise Fund (SEF) and Equity Market Opportunity Fund (EMOF) to the tune of PKR 25 Bn. Once again, foreign buying was seen to the amount of USD 18.41 million. On the local front, mutual funds emerged as the biggest sellers liquidating ~USD 40 million of equities. Volumes and values traded decreased MoM averaging ~123.4 mn shares/ PKR ~4.97 bn respectively.

We believe equity markets generally preempt the economic conditions and as such it is important to consider whether all the economic developments are priced in or not. Therefore, overall valuations and fundamentals of universe companies do play an important role. The overall strategy should tilt towards defensive sectors (E&P's, Power, Fertilizers) while sector which will benefit from changing dynamics on macro front such as rising interest rates (Commercial Banks) should be overweight. In addition to that, government's strong focus on reviving exports should provide a boost to the outlook of export oriented sectors such as Textiles & IT. Despite being negative on cyclicals, we believe there will be distressed assets and quality companies which should be looked into as they have a tendency to provide abnormal returns. In the near-term, budget would remain the major trigger for the market.

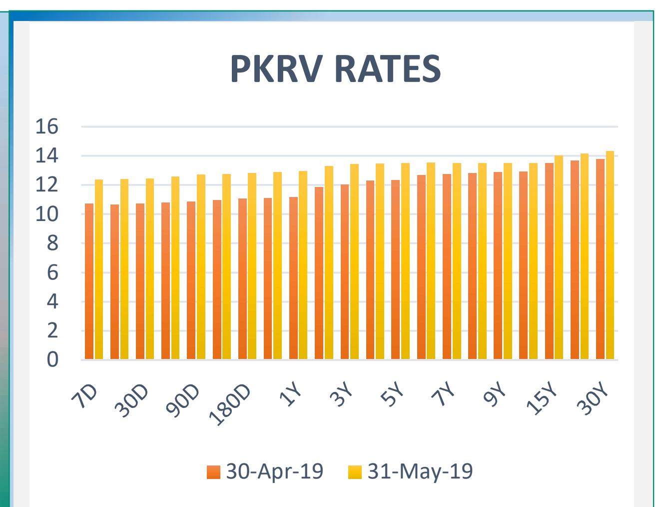




Money Market Analysis

State Bank of Pakistan conducted Treasury bill auction on May 22, 2019. The auction had a total maturity of PKR 500.66 billion against which a total participation of PKR 3,268.594 billion was witnessed. Out of total participation bids worth PKR 3,267.094 billion and PKR 1,500 million were received in 3 months and 6 months' tenor respectively, whereas, no participation was witnessed in 12 months' tenor. SBP accepted bids worth PKR 3,188.995 billion and 1,500 million at a cutoff yield of 12.7495% and 12.8010% for 3 and 6 months' tenor respectively.

Auction for fixed coupon PIB bonds was held on May 29th, 2019. Auction had a maturity of around PKR 2 billion and a target of PKR 100 billion. Total participation of PKR 465 billion was witnessed out of which 3, 5 & 10 years' tenor received bids worth PKR 143.82 billion, PKR 116.274 billion & PKR 205.016 billion respectively, no bids were received in 20 years' tenor. State bank of Pakistan accepted PKR 64.165 billion, PKR 32.047 billion and PKR 24.969 billion in 3, 5 and 10 years' tenor at a cut off rate of 13.6999%, 13.80% and 13.60% respectively. Auction for Floating Rate Bond was held on May, 29th 2019 with a total Target of PKR 100 billion. Total participation of PKR 68.5 billion was witnessed in this auction. State Bank of Pakistan accepted bids worth PKR 20 billion at a cutoff rate of 70bps over 6month T-Bill weighted average Yield.



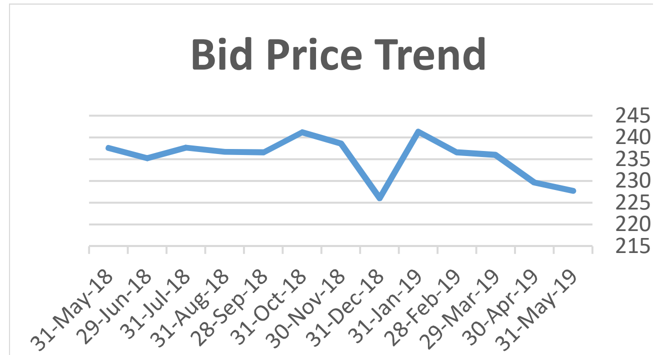
INVESTMENT MULTIPLIER FUND (IMF)

Fund Objective:

A well-diversified portfolio with the aim to maximize the returns by taking exposure in equities while balancing out the risk profile by investing in Government and fixed income securities and real estate.

Fund Information:

Fund Name	Investment Multiplier Fund
Fund Size	PKR 16.4 Billion
Launch Date	June 9, 2011
Bid Price **(Inception)**	PKR 100
Bid Price **(31 May 2019)**	PKR 227.7304
Fund Type	Asset Allocation Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.6% p.a. , 1.75% p.a. , 2% p.a.
Pricing Mechanism	Forward
Risk Profile	Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by MCB ARIF Habib Saving & Investment Ltd. through a discretionary portfolio management agreement
Benchmark	40% [six (6) months PKRV rate (T-Bills rate)] + 50% [KSE-100 Index Return] + 10% minimum Bank Deposit rate on saving accounts – currently at 5%].

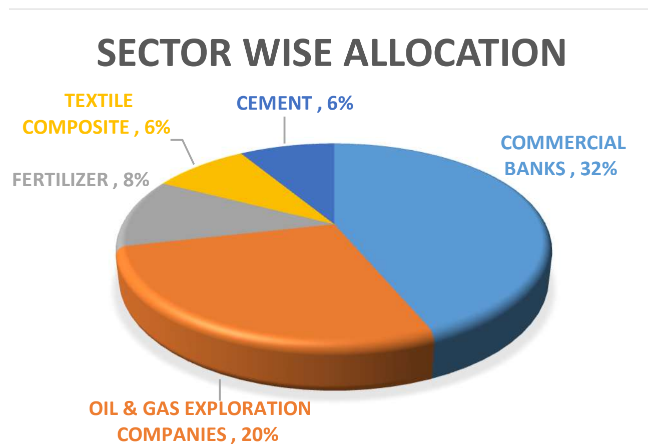


Asset Mix

Asset	May 2019	April 2019
Bank Balance	18.46%	1.09%
Term Deposits	0.91%	10.22%
Equities	19.62%	38.17%
Mutual Funds	34.83%	18.45%
Fixed Income Securities	2.63%	2.60%
Government Securities	14.89%	21.91%
Real Estate	5.33%	5.27%
Other Asset	3.33%	2.29%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	-0.83%	-9.76%
180 Days Return	-4.57%	-9.16%
CYTD	0.75%	1.82%
Since Inception	127.73%	16.00%



Managers' Comments:

During the month of May 2019, the NAV per unit has been Decreased by PKR 1.9036 (-0.83%) from April.

INVESTMENT SECURE FUND (ISF)

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Fund Objective:

To offer regular and steady returns from investment in wide variety of fixed income securities and Government Securities with minimum exposure to equities.

Fund Information:

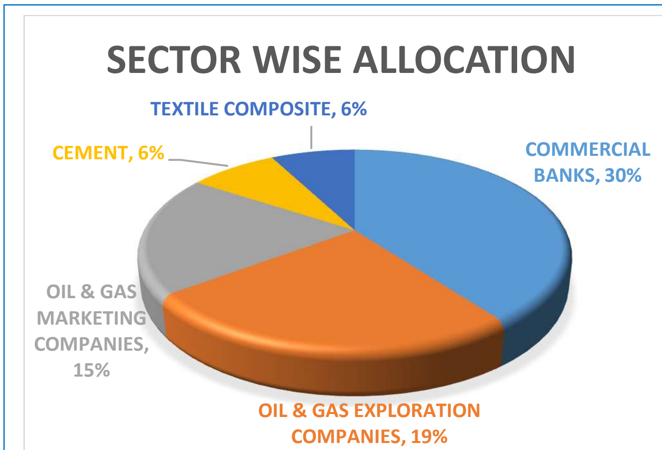
Fund Name	Investment Secure Fund
Fund Size	PKR 8.3 Billion
Launch Date	June 9, 2011
Bid Price **(Inception)**	PKR 100
Bid Price **(31 May 2019)**	PKR 195.3386
Fund Type	Predominantly Fixed Income Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.6% p.a.
Pricing Mechanism	Forward
Risk Profile	Low to Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by MCB ARIF Habib Saving & Investment Ltd. through a discretionary portfolio management agreement
Benchmark	70% [six (6) months PKRV rate (T-Bills rate)]+[20% [KSE-100 Index Return] +[10% minimum bank rate on saving account - currently at 5%]

Asset Mix

Assets	May 2019	April 2019
Bank Balances	10.94%	1.17%
Term Deposits	4.79%	14.52%
Equities	14.33%	14.98%
Mutual Funds	8.99%	9.12%
Fixed Income Securities	12.43%	13.09%
Government Securities	47.01%	45.88%
Other Asset	1.51%	1.24%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.19%	2.19%
180 Days Return	1.50%	3.00%
CYTD	2.82%	6.82%
Since Inception	95.34%	11.95%



Managers' Comments:

During the month of May 2019, the NAV per unit has been Increased by PKR 0.3626 (0.19%) from April.

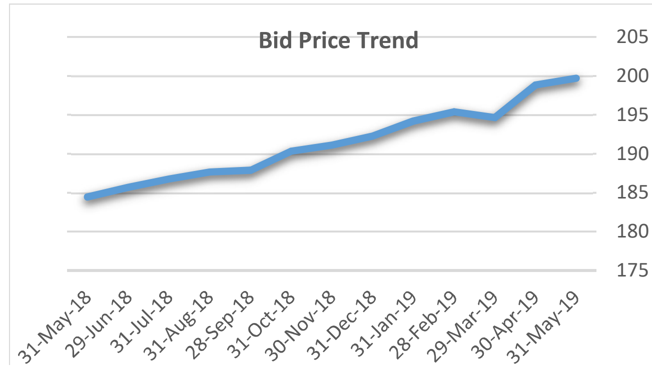
INVESTMENT SECURE FUND II (ISF II)

Fund Objective:

To offer regular and steady returns from investment in wide variety of fixed income securities and Government Securities without taking excessive risks.

Fund Information:

Fund Name	Investment Secure Fund II
Fund Size	PKR 2.2 Billion
Launch Date	December 1, 2011
Bid Price (Inception)	PKR 100
Bid Price (31 May 2019)	PKR 199.7218
Fund Type	Predominantly Fixed Income Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.6% p.a. - 1.75% p.a.
Pricing Mechanism	Forward
Risk Profile	Low to Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by MCB ARIF Habib Saving & Investment Ltd. through a discretionary portfolio management agreement
Benchmark	80% [six (6) months PKRV rate (T-Bills rate)] + 10% [KSE-100 Index Return] + [10% minimum bank deposit rate on saving account - currently at 5%]

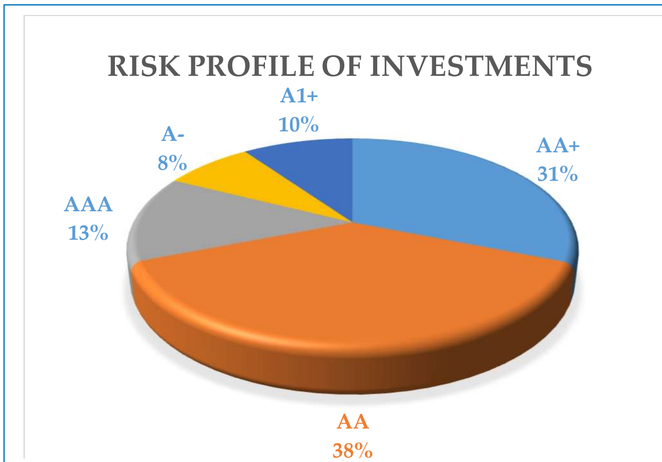


Asset Mix

Assets	May 2019	April 2019
Bank Balances	5.06%	0.69%
Term Deposits	2.22%	4.48%
Equities	1.68%	1.69%
Mutual Funds	0.0%	0.0%
Fixed Income Securities	30.27%	27.39%
Government Securities	55.53%	57.09%
Other Asset	5.24%	8.66%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.43%	5.12%
180 Days Return	4.49%	9.00%
CYTD	3.87%	9.35%
Since Inception	99.72%	13.29%



Managers' Comments:

During the month of May 2019, the NAV per unit has been Increased by PKR 0.8650 (0.43%) from April.

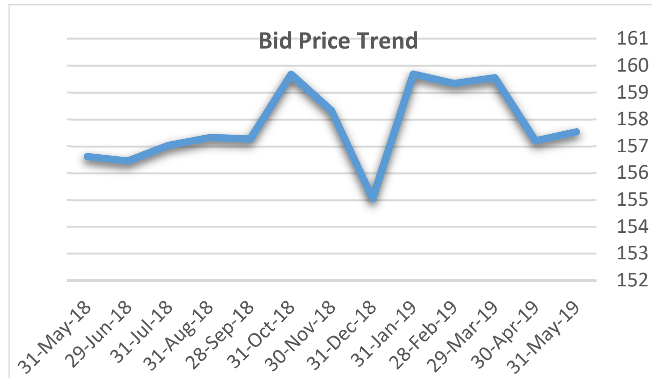
AMAANAT FUND (AF)

Fund Objective:

To offer an opportunity to invest in a diversified Shariah compliant equity and fixed income securities.

Fund Information:

Fund Name	Amaanat Fund
Fund Size	PKR 620 Million
Launch Date	November 15, 2012
Bid Price (Inception)	PKR 100
Bid Price (31 May 2019)	PKR 157.5330
Fund Type	Islamic Asset Allocation Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.6% p.a. - 1.75% p.a.
Pricing Mechanism	Forward
Risk Profile	Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by MCB ARIF Habib Saving & Investment Ltd. through a discretionary portfolio management agreement
Benchmark	70% [Three (3) months Islamic Bank TDR] + 25% [KMI - 30 Index Return] + 5% [Islamic Bank saving account return (minimum rating AA-)]

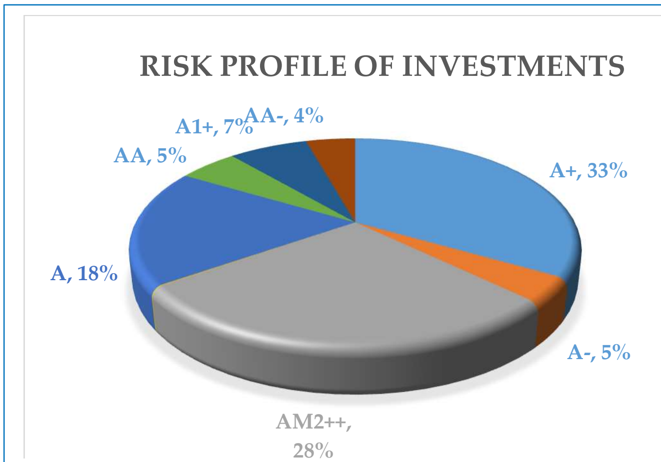


Asset Mix

Assets	May 2019	April 2019
Bank Balances	11.51%	9.74%
Term Deposits	38.85%	39.32%
Equity	0.0%	0.0%
Mutual Funds	26.08%	26.91%
Fixed Income Securities	16.88%	5.80%
Government Securities	0%	0%
Other Asset	6.68%	18.23%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.21%	2.48%
180 Days Return	-0.49%	-0.98%
CYTD	1.59%	3.85%
Since Inception	57.53%	8.79%



Managers' Comments:

During the month of May 2019, the NAV per unit has been Increased by PKR 0.3314 (0.21%) from April.

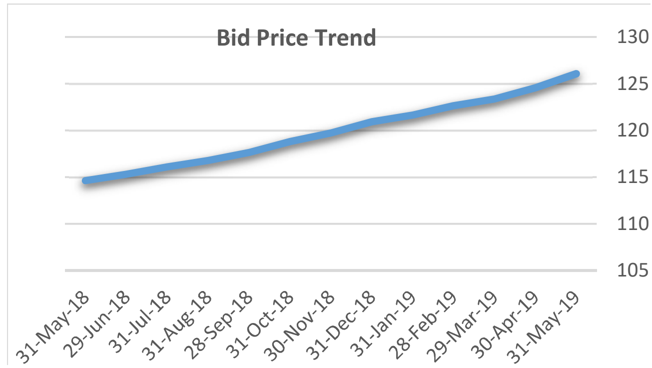
DYNAMIC SECURE FUND (DSF)

Fund Objective:

To deliver regular and steady return primarily by investing in Government and fixed income securities.

Fund Information:

Fund Name	Dynamic Secure Fund
Fund Size	PKR 45 Million
Launch Date	July 19, 2016
Bid Price (Inception)	PKR 100
Bid Price (31 May 2019)	PKR 126.0862
Fund Type	Fixed Income Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.6% p.a. , 1.75% p.a. , 2% p.a.
Pricing Mechanism	Forward
Risk Profile	Low to Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by Faysal Asset Management Co. Ltd. through a discretionary portfolio management agreement
Benchmark	90% [six (6) months T-Bills] + [10% Bank saving account return (minimum rating AA-)]

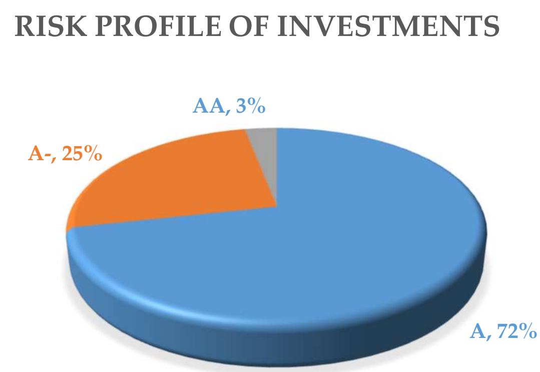


Asset Mix

Assets	May 2019	April 2019
Bank Balances	35.73%	36.13%
Term Deposits	33.43%	33.60%
Mutual Funds	0%	0%
Fixed Income Securities	23.58%	23.46%
Government Securities	0%	0%
Real Estate	0%	0%
Other Assets	7.26%	6.81%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	1.21%	14.28%
180 Days Return	5.31%	10.64%
CYTD	4.24%	10.24%
Since Inception	26.09%	9.10%



Managers' Comments:

During the month of May 2019, the NAV per unit has been Increased by PKR 1.5109 (1.21%) from April.

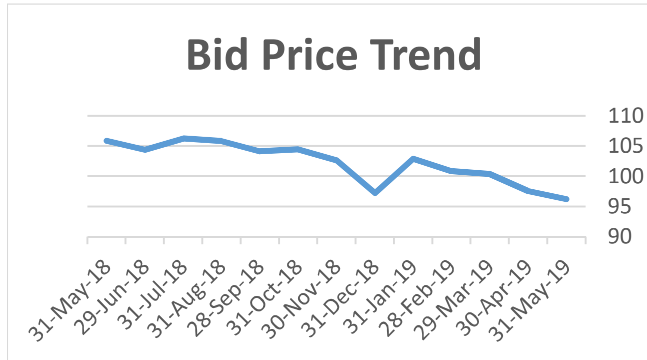
DYNAMIC GROWTH FUND (DGF)

Fund Objective:

To generate high returns through active allocation in fixed and equity securities.

Fund Information:

Fund Name	Dynamic Growth Fund
Fund Size	PKR 294 Million
Launch Date	July 19, 2016
Bid Price (Inception)	PKR 100
Bid Price (31 May 2019)	PKR 96.2385
Fund Type	Asset Allocation Fund
Auditors	KPMG Taseer Hadi and Co. Chartered Accountants
Management Fees	1.6% p.a. , 1.75% p.a. , 2% p.a.
Pricing Mechanism	Forward
Risk Profile	Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	This Fund is being managed by Faysal Asset Management Co. Ltd. through a discretionary portfolio management agreement
Benchmark	50% [six (6) months PKRV rate (T-Bills rate)]+[40% of KSE-100 Index Return]+10% minimum bank deposit rate on saving accounts – currently at 5%]

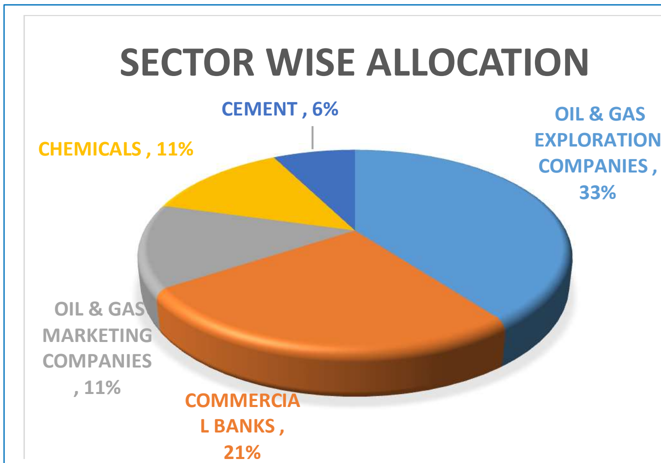


Asset Mix

Assets	May 2019	April 2019
Bank Balances	22.73%	3.02%
Term Deposits	20.42%	19.66%
Equities	53.50%	50.98%
Mutual Funds	0.00%	14.75%
Fixed Income Securities	7.20%	6.87%
Government Securities	0%	0%
Other Asset	-3.85%	4.72%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	-1.37%	-16.13%
180 Days Return	-6.26%	-12.55%
CYTD	-1.03%	-2.48%
Since Inception	-3.76%	-1.31%



Managers' Comments:

During the month of May 2019, the NAV per unit has been Decreased by PKR 1.3369 (-1.37%) from April.