SEPTEMBER - 2020

Fund Managers' Report

Performance Tracker

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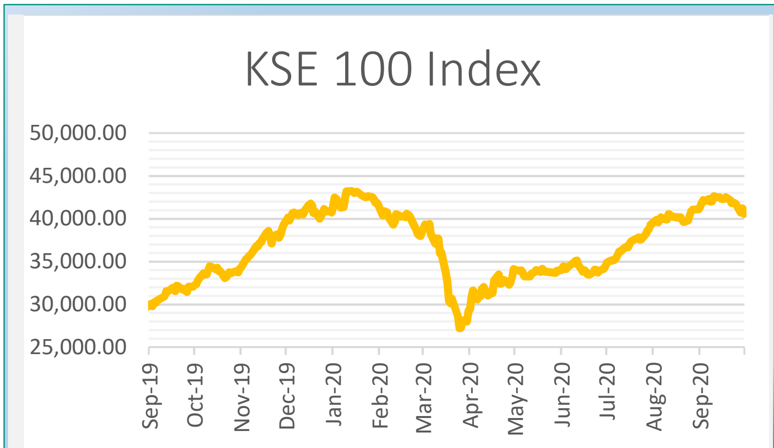
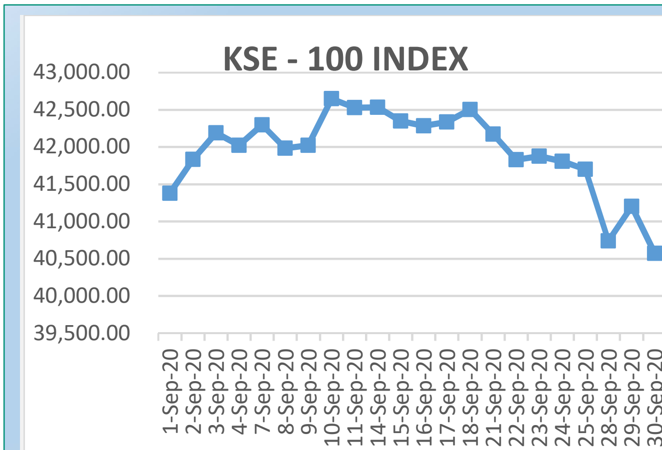
Equity Market Analysis

The benchmark KSE-100 Index retracted by ~1.3% during the month of September 2020 and taking the cumulative gain for the quarter to 17.9%. Noise on the political front along with rise in local covid cases contributed to this healthy correction. Foreigners constituted a significant portion of the profit taking activity as they resorted to selling ~USD 33 million of equities over the period. On the local front, Individuals and Insurance Companies were the main participants that bought around USD 32 Mn and USD 23 Mn worth of equities respectively. Still, a surge in trading activity sustained at the bourse as the average volumes and value traded amounted to ~603 Mn shares/ ~PKR 18 Bn hovering near record levels of the last 10 years. Oil & Gas Exploration Companies, Power Generation & Distribution and Autos were the laggards as they lost ~7.3%, ~6.5%, and ~5.4% respectively during the month. Crude oil prices lost nearly 10% during the month, which hit the exploration sector, while investor confidence was dampened in the power sector on the report of exorbitant circular debts figures that have crossed the Rs. 2 Trillion mark. In addition, Autos and other cyclicals experienced a minor correction as the overall index retracted. From capital market perspective, recovery path seems most likely. Covid curve remains flattened as the percentage of cases emerging remains range bound. Though the threat of second wave of cases looms, the country's situation is far better when compared to the global peers. The valuations are still on the course to catch up with historical norms. Barring a second wave of the virus, we still think equities have a lot to offer to the investors. Market cap to GDP ratio is at ~18.0%, still at a discount of ~30% from its historical average. Similarly, risk premiums are close to 3.2%, compared to historical average of 0.9% signifying decent upside for long-term investors. We believe a micro view of sectors, stock will remain more important this year, and investment selection should focus on companies, which trade at a deep discount to their intrinsic value. Similarly, focus should also revert to companies that are expected to exhibit stellar earnings growth over the medium term.

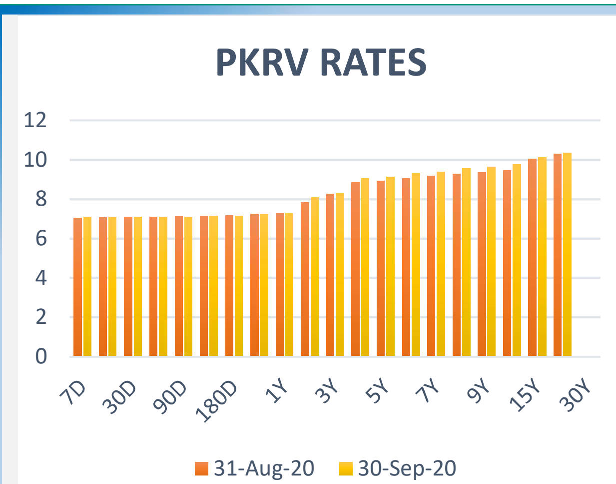




Money Market Analysis

State Bank of Pakistan conducted Treasury bill auction on September 23rd, 2020. The auction had a total maturity of PKR 603.9 billion against a target of PKR 450 billion. Auction witnessed a total participation of PKR 889 billion. Out of total participation bids worth PKR 482 billion were received in 3 months' tenor, PKR 231 billion in 6 months and PKR 175 billion in 12 months' tenor. SBP accepted total bids worth PKR 499 billion in a breakup of PKR 151 billion, PKR 190 billion and PKR 158 billion at a cut-off yield of 7.1292%, 7.18 % and 7.3090 % in 3months, 6 months and 12 months' tenor respectively.

In the latest Monetary Policy announcement, State Bank of Pakistan maintained the policy at 7% which was in line with market expectations. The decision came in light with economic growth outlook and business confidence as the COVID 19 cases seems to simmer down. Timely stimulus and easing of lock down across country has been a major factor in the economic recovery process. On inflation front, the forecast for inflation has risen slightly, primarily due to recent supply side shocks to food prices. Average inflation is now expected to fall within the previously announced range of 7 –9 percent during FY21. The MPC was of the view that the stance of monetary policy remained appropriate to provide needed support to the emerging recovery while keeping inflation expectations well-anchored and maintaining financial stability.



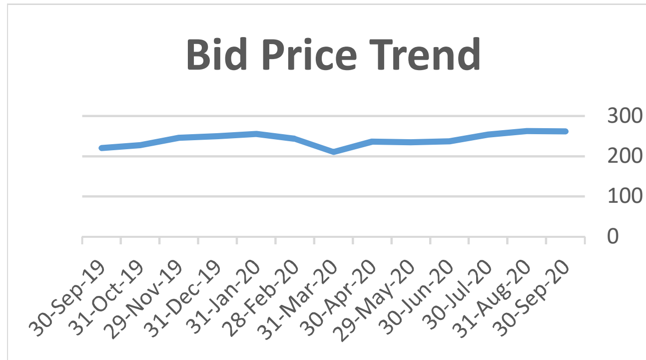
INVESTMENT MULTIPLIER FUND (IMF)

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 19 Billion
Launch Date	June 9, 2011
Bid Price (Inception)	PKR 100
Bid Price (30 Sep 2020)	PKR 261.9776
Fund Type	Asset Allocation Fund
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	MCB ARIF Habib Saving & Investment Ltd. is managing this Fund 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].

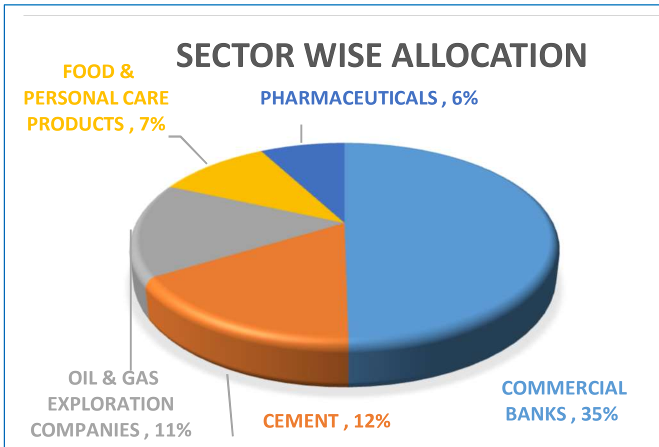


Asset Mix

Asset	September 2020	August 2020
Bank Balance	15.07%	2.23%
Term Deposits	2.95%	2.89%
Equities	31.27%	32.06%
Mutual Funds	26.12%	25.11%
Fixed Income Securities	6.78%	6.75%
Government Securities	12.45%	25.85%
Real Estate	4.50%	4.42%
Other Asset	0.86%	0.69%

Fund Returns:

	Absolute
Month to Date (MTD)	-0.14%
180 Days Return	24.31%
CYTD	4.78%
Since Inception	161.98%



Managers' Comments:

During the month of September 2020, the NAV per unit has been Decreased by PKR 0.3665 (0.14%) from August.

INVESTMENT SECURE FUND (ISF)

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:

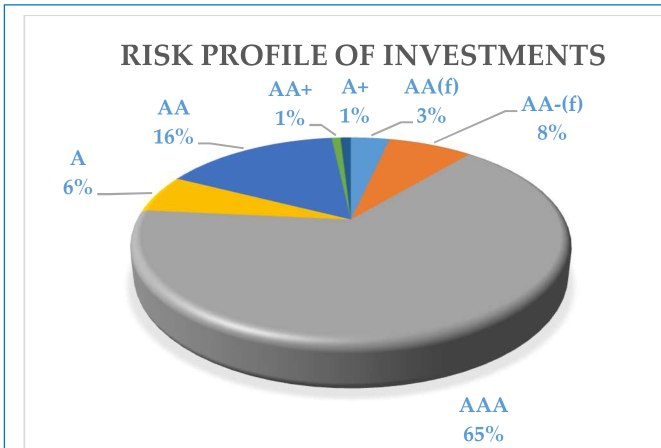
Fund Name	Investment Secure Fund
Fund Size	PKR 11.5 Billion
Launch Date	June 9, 2011
Bid Price **(Inception)**	PKR 100
Bid Price **(30 Sep 2020)**	PKR 229.1580
Fund Type	Predominantly Fixed Income Fund
Management Fees	1.6% p.a.
Pricing Mechanism	Forward
Risk Profile	Low to Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	MCB ARIF Habib Saving & Investment Ltd. is managing this Fund 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]

Asset Mix

Assets	September 2020	August 2020
Bank Balances	18.31%	3.55%
Term Deposits	13.88%	9.87%
Equities	0.00%	0.00%
Mutual Funds	5.04%	5.01%
Fixed Income Securities	8.18%	9.34%
Government Securities	53.37%	70.74%
Other Asset	1.22%	1.49%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.71%	8.58%
180 Days Return	5.19%	10.35%
CYTD	9.63%	12.83%
Since Inception	129.16%	13.86%



Managers' Comments:

During the month of September 2020, the NAV per unit has been Increased by PKR 1.6045 (0.71%) from August.

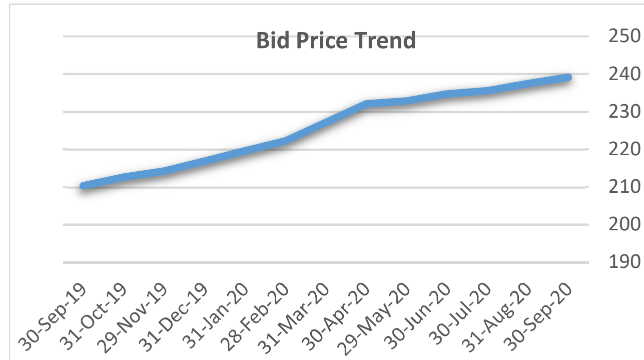
INVESTMENT SECURE FUND II (ISF II)

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 3.9 Billion
Launch Date	December 1, 2011
Bid Price **(Inception)**	PKR 100
Bid Price **(30 Sep 2020)**	PKR 239.1428
Fund Type	Predominantly Fixed Income Fund
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	MCB ARIF Habib Saving & Investment Ltd. is managing this Fund 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]

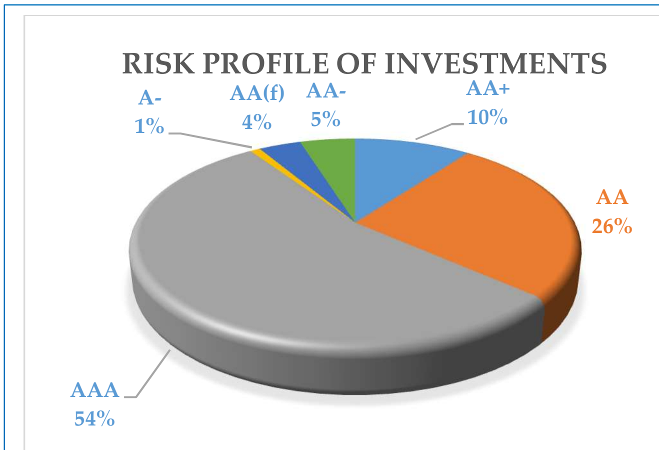


Asset Mix

Assets	September 2020	August 2020
Bank Balances	16.86%	0.53%
Term Deposits	0.00%	0.00%
Equities	0.00%	0.00%
Mutual Funds	1.15%	1.21%
Fixed Income Securities	13.18%	15.70%
Government Securities	66.93%	80.21%
Other Asset	1.88%	2.35%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.72%	8.79%
180 Days Return	5.28%	10.52%
CYTD	10.29%	13.71%
Since Inception	139.14%	15.74%



Managers' Comments:

During the month of September 2020, the NAV per unit has been Increased by PKR 1.7161 (0.72%) from August.

AMAANAT FUND (AF)

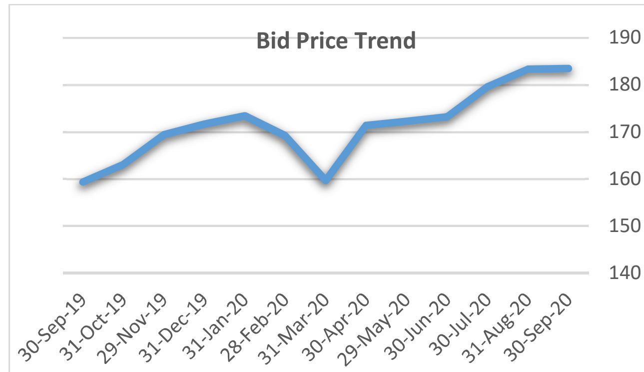
adamjeelife

Fund Objective:

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

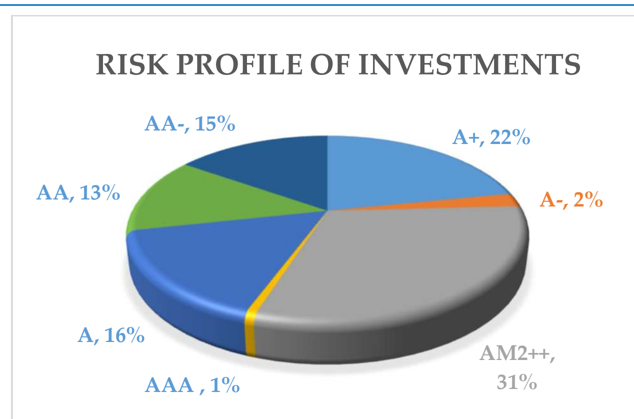
Fund Information:

Fund Name	Amaanat Fund
Fund Size	PKR 732 Million
Launch Date	November 15, 2012
Bid Price (Inception)	PKR 100
Bid Price (30 Sep 2020)	PKR 183.4899
Fund Type	Islamic Asset Allocation Fund
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	MCB ARIF Habib Saving & Investment Ltd. is managing this Fund 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]



Asset Mix

Assets	September 2020	August 2020
Bank Balances	18.95%	10.40%
Term Deposits	27.44%	29.15%
Equity	1.19%	1.19%
Mutual Funds	27.55%	27.78%
Fixed Income Securities	15.53%	15.34%
Government Securities	7.84%	14.18%
Other Asset	1.50%	1.96%



Fund Returns:

	Absolute
Month to Date (MTD)	0.06%
180 Days Return	14.92%
CYTD	6.90%
Since Inception	83.49%

Managers' Comments:

During the month of September 2020, the NAV per unit has been Increased by PKR 0.1168 (0.06%) from August.

DYNAMIC SECURE FUND (DSF)

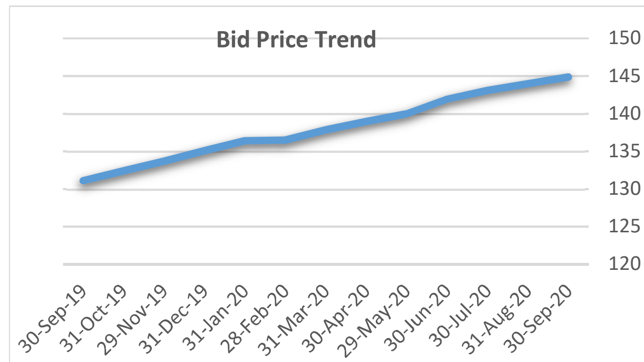
adamjeelife

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 44 Million
Launch Date	July 19, 2016
Bid Price (Inception)	PKR 100
Bid Price (30 Sep 2020)	PKR 144.8580
Fund Type	Fixed Income Fund
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	MCB ARIF Habib Saving & Investment Ltd. is managing this Fund through a discretionary portfolio management agreement.
Benchmark	90% [six (6) months T-Bills] + [10% Bank saving account return]

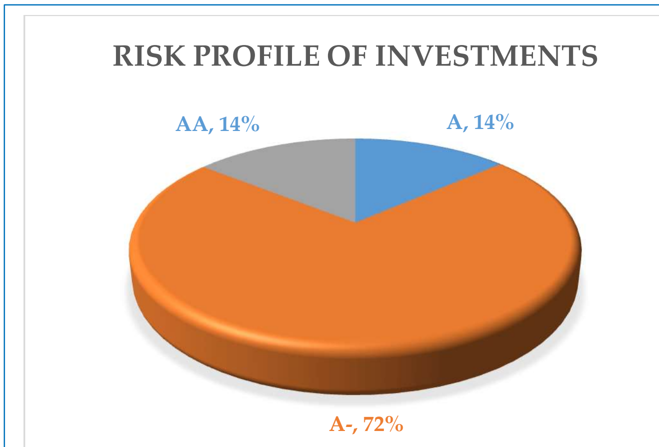


Asset Mix

Assets	September 2020	August 2020
Bank Balances	6.56%	3.93%
Term Deposits	0%	0%
Mutual Funds	0%	0%
Fixed Income Securities	17.02%	17.61%
Government Securities	70.12%	72.34%
Real Estate	0%	0%
Other Assets	6.30%	6.12%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.61%	7.42%
180 Days Return	5.07%	10.11%
CYTD	7.25%	9.65%
Since Inception	44.86%	10.67%



Managers' Comments:

During the month of September 2020, the NAV per unit has been Increased by PKR 0.8781 (0.61%) from August.

DYNAMIC GROWTH FUND (DGF)

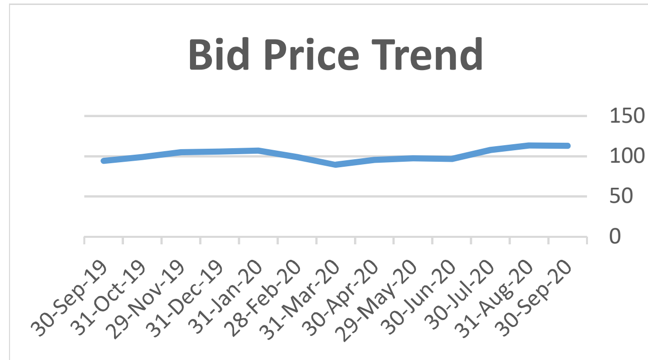
adamjeelife

Fund Objective:

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

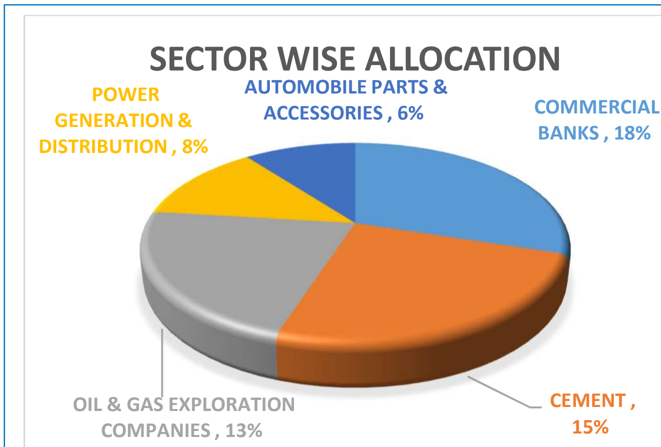
Fund Information:

Fund Name	Dynamic Growth Fund
Fund Size	PKR 263 Million
Launch Date	July 19, 2016
Bid Price (Inception)	PKR 100
Bid Price (30 Sep 2020)	PKR 112.9320
Fund Type	Asset Allocation Fund
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	MCB ARIF Habib Saving & Investment Ltd. is managing this Fund 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]



Asset Mix

Assets	September 2020	August 2020
Bank Balances	2.56%	2.81%
Term Deposits	0.00%	0.00%
Equities	59.14%	56.11%
Mutual Funds	0.00%	0.00%
Fixed Income Securities	5.69%	5.64%
Government Securities	29.17%	31.83%
Other Asset	3.44%	3.61%



Fund Returns:

	Absolute
Month to Date (MTD)	-0.43%
180 Days Return	26.37%
CYTD	6.67%
Since Inception	12.93%

Managers' Comments:

During the month of September 2020, the NAV per unit has been Decreased by PKR 0.4869 (0.43%) from August.

DISCLAIMER

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