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FUND MANAGERS' REPORT

Performance Tracker

DECEMBER - 2021

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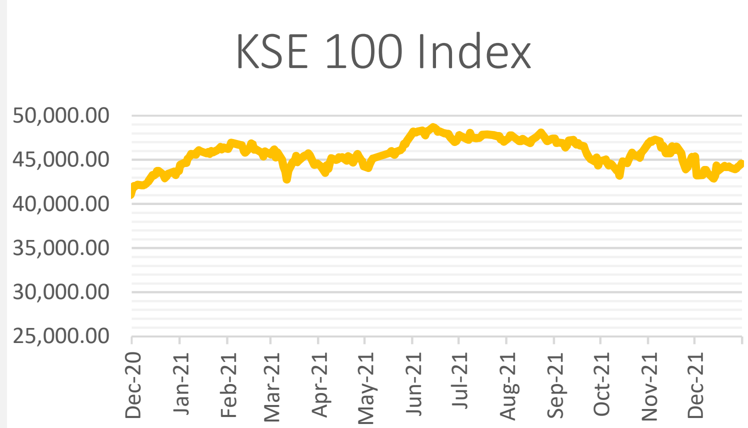
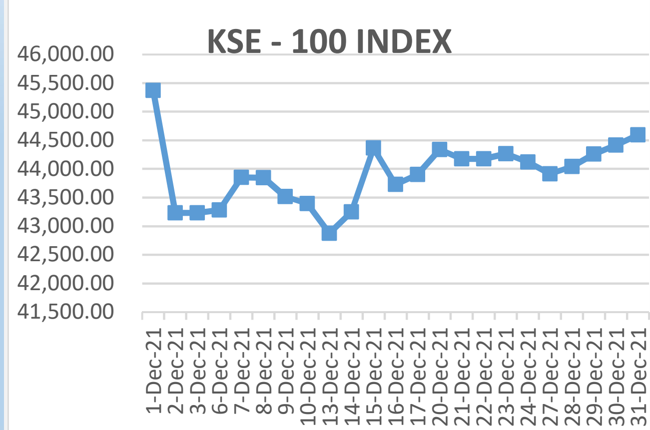
Equity Market Analysis

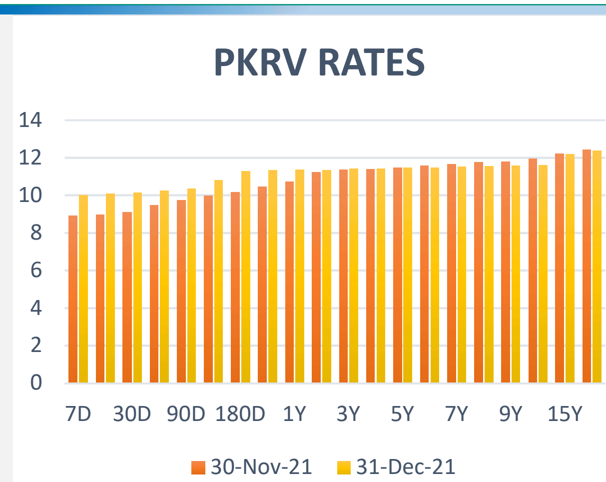
The KSE-100 index witnessed another lackluster month as it decreased by 476 points (-1.1% MoM) in Dec-21 to close the year at 44,596 points. Negative sentiments were fueled by delay over completion of IMF's preconditions required for resumption of the IMF program along with uncertainty over outcome of mini-budget. Moreover, PTI's surprise local body elections loss in Khyber Pakhtunkhwa created additional jitters amongst the investors. As a result, investors remained on the sidelines as average KSE-100 daily traded value decreased by 31% MoM to USD 35mn. Encouragingly, foreigners turned net buyers with a net inflow of USD 5.3mn compared to massive selling of USD 141mn worth of equities in the previous month. On the local front, mutual funds offloaded shares worth USD 25mn, while Corporate Companies recorded a net inflow of USD 17mn worth of equities. The major dent to the KSE-100 Index came from the Banking sector which shed 409 points, followed by Cement and Fertilizer sector which contributed negative 79 and 66 points, respectively. On the flipside, Tech and Oil & Gas Exploration sector remained major outperformers during the month contributing 246 and 94 points, respectively. The market is expected to rally as successful resumption of IMF program along with improving external position will help instill confidence among the investors. Furthermore, the market is trading at a forward P/E of 5.5x and offers an attractive dividend yield of 8.2%, indicating deep valuation discount.





Money Market Analysis

SBP increased the policy rate by 100 bps to 9.75%, as a result of rising inflation and widening trade deficit. This brought the cumulative rate hike since Sep-21 to 275 bps. The key challenge faced during the month was money management as the IMF restricted the government from borrowing from the SBP and the banks demanded a higher rate in the T-bill auction. However, the central bank in the MPS guided for a pause in the rate hike cycle and subsequently intervened in the money markets to bring down treasury yields. State Bank of Pakistan conducted a Treasury bill auction on Dec 29th, 2021. The auction had a total maturity of PKR 1,115bn against a target of PKR 1,200bn. Auction witnessed a total participation of PKR 1,783bn. Out of total participation bids worth, PKR 959bn were received in 3 months' tenor, PKR 576bn in 6 months, and PKR 247bn in 12 months' tenor. SBP accepted total bids worth PKR 729bn in 3 months' tenor, 375bn in 6 months tenor, and 109bn in 12months tenor at a cut-off yield of 10.59%, 11.45% & 11.51% respectively.
In the near term macros are likely to remain challenging due to rising inflation, elevated current account deficit and higher global commodity prices. The fiscal side will remain crucial to economic stability. The future direction will depend on commodity prices, and future current account and inflation trajectory.



INVESTMENT MULTIPLIER FUND (IMF)

December 31, 2021

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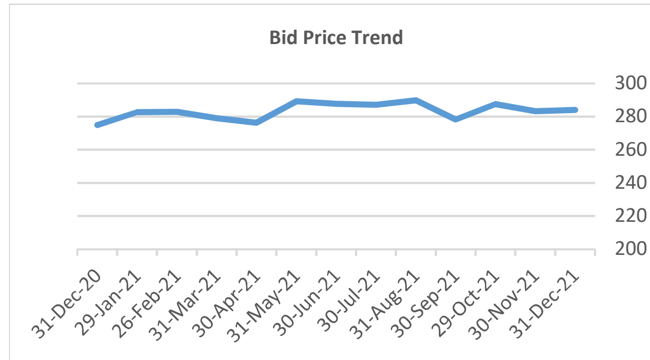
Fund Objective:

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 20.8 Billion
Launch Date	June 9, 2011
Bid Price (Inception)	PKR 100
Bid Price (31 Dec 2021)	PKR 283.9801
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	30% [six (6) month PKRV rate (T-Bills rate)] + 60% [KSE-100 Index Return] +10% minimum bank deposit rate on saving accounts

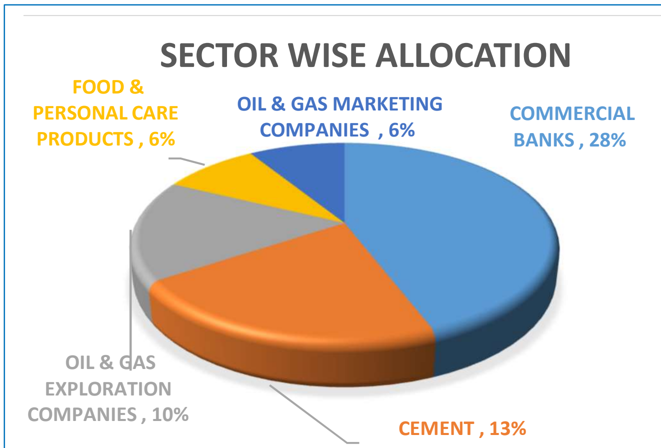


Asset Mix

Asset	December 2021	November 2021
Bank Balance	1.45%	1.95%
Term Deposits	0.00%	0.00%
Equities	33.93%	33.01%
Mutual Funds	26.53%	26.51%
Fixed Income Securities	5.50%	5.61%
Government Securities	26.75%	28.30%
Real Estate	4.51%	4.36%
Other Asset	1.33%	0.26%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.25%	2.95%
180 Days Return	-1.27%	-2.52%
CYTD	3.31%	3.31%
Since Inception	183.98%	17.41%
5 Years	20.44%	4.08%
10 Years	175.59%	17.54%



Managers' Comments:

During the month of Dec 2021, the NAV per unit has been Increased by PKR 0.7104 (0.25%) from Nov.

INVESTMENT SECURE FUND (ISF)

December 31, 2021

Fund Objective:

To offer regular and steady returns from investment in wide variety of fixed income securities and Government Securities without exposure to equities.

Fund Information:

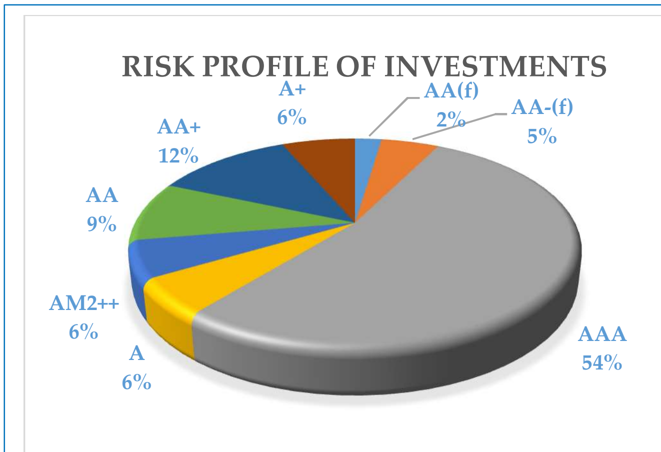
Fund Name	Investment Secure Fund
Fund Size	PKR 14.8 Billion
Launch Date	June 9, 2011
Bid Price (Inception)	PKR 100
Bid Price (31 Dec 2021)	PKR 252.6744
Fund Type	Predominantly Fixed Income Fund
Management Fees	1.6% p.a.
Pricing Mechanism	Forward
Risk Profile	Low to Medium
Regulator	Securities and Exchange Commission of Pakistan
Investment Advisor	MCB ARIF Habib Saving & Investment Ltd. is managing this Fund through a discretionary portfolio management agreement.
Benchmark	90% [six (6) months PKRV rate (T-Bills rate)] + [10% minimum bank rate on saving account

Asset Mix

Assets	December 2021	November 2021
Bank Balances	27.39%	4.45%
Term Deposits	16.85%	6.90%
Equities	0.00%	0.00%
Mutual Funds	7.64%	4.34%
Fixed Income Securities	6.04%	6.16%
Government Securities	36.11%	73.14%
Other Asset	5.97%	5.01%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.88%	10.35%
180 Days Return	4.23%	8.40%
CYTD	8.11%	8.11%
Since Inception	152.67%	14.44%
5 Years	42.94%	8.58%
10 Years	142.39%	14.22%



Managers' Comments:

During the month of Dec 2021, the NAV per unit has been Increased by PKR 2.2018 (0.88%) from Nov.

INVESTMENT SECURE FUND II (ISF II)

December 31, 2021

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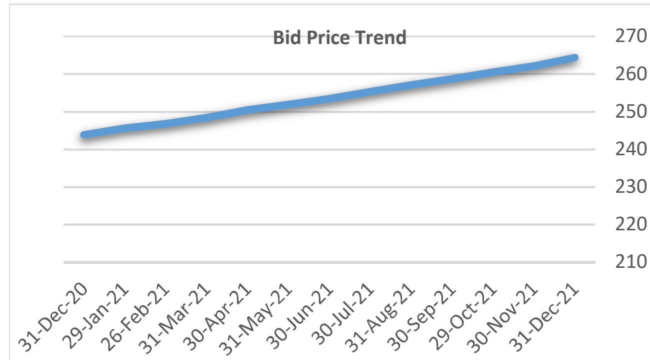
Fund Objective:

To offer steady returns mainly for single premium customers 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 10.4 Billion
Launch Date	December 1, 2011
Bid Price **(Inception)**	PKR 100
Bid Price **(31 Dec 2021)**	PKR 264.3946
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	90% [six (6) months PKRV rate (T-Bills rate)] + [10% minimum bank deposit rate on saving account

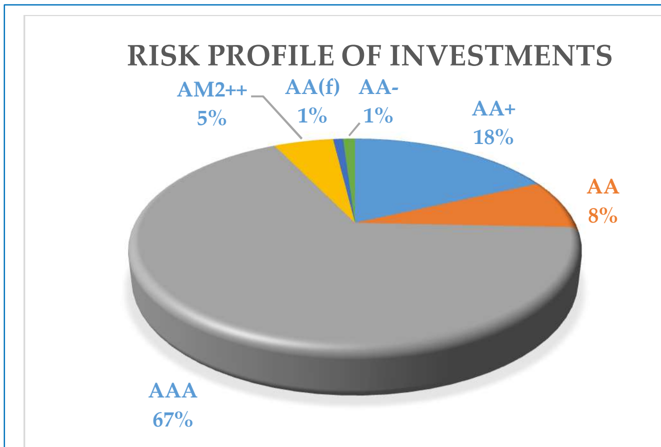


Asset Mix

Assets	December 2021	November 2021
Bank Balances	27.40%	0.93%
Term Deposits	19.09%	9.67%
Equities	0.00%	0.00%
Mutual Funds	3.34%	0.48%
Fixed Income Securities	5.24%	5.28%
Government Securities	38.17%	78.53%
Other Asset	6.76%	5.11%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.88%	10.32%
180 Days Return	4.32%	8.56%
CYTD	8.41%	8.41%
Since Inception	164.39%	16.29%
5 Years	49.13%	9.82%
10 Years	162.13%	16.19%



Managers' Comments:

During the month of Dec 2021, the NAV per unit has been Increased by PKR 2.2964 (0.88%) from Nov.

AMAANAT FUND (AF)

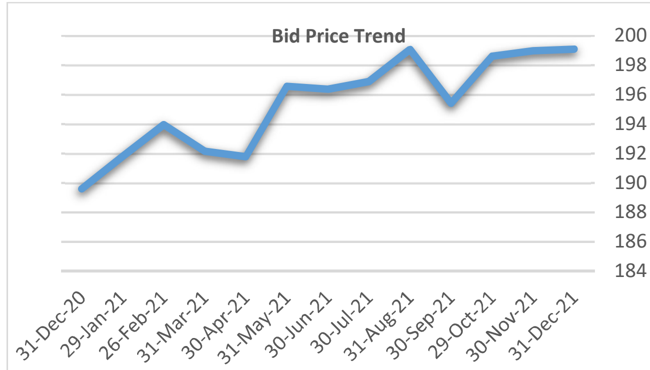
December 31, 2021

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 807 Million
Launch Date	November 15, 2012
Bid Price **(Inception)**	PKR 100
Bid Price **(31 Dec 2021)**	PKR 199.1070
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% {minimum bank deposit rate on saving account as selected by MUFAP} + 30% [KMI - 30 Index Return]

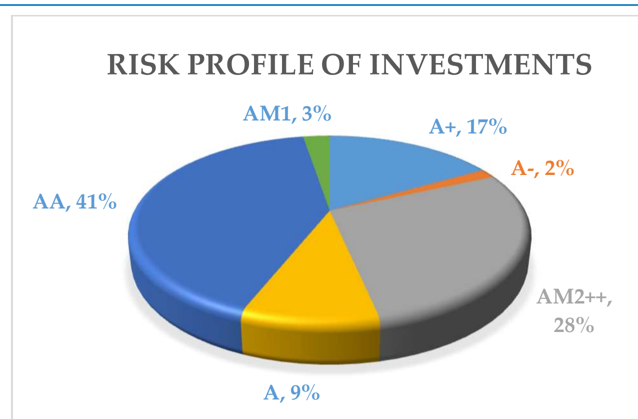


Asset Mix

Assets	December 2021	November 2021
Bank Balances	14.42%	15.35%
Term Deposits	36.55%	35.63%
Equity	0.78%	0.70%
Mutual Funds	29.11%	29.84%
Fixed Income Securities	13.97%	13.59%
GOP IJARA	3.07%	3.00%
Other Asset	2.10%	1.89%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.05%	0.64%
180 Days Return	1.39%	2.75%
CYTD	5.01%	5.01%
Since Inception	99.11%	10.85%
5 Years	31.93%	6.38%
10 Years	N/A	N/A



Managers' Comments:

During the month of Dec 2021, the NAV per unit has been Increased by PKR 0.1078 (0.05%) from Nov.

DYNAMIC SECURE FUND (DSF)

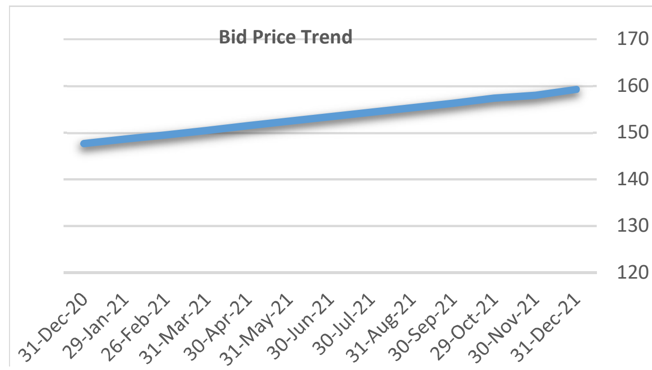
December 31, 2021

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 60 Million
Launch Date	July 19, 2016
Bid Price (Inception)	PKR 100
Bid Price (31 Dec 2021)	PKR 159.2449
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]

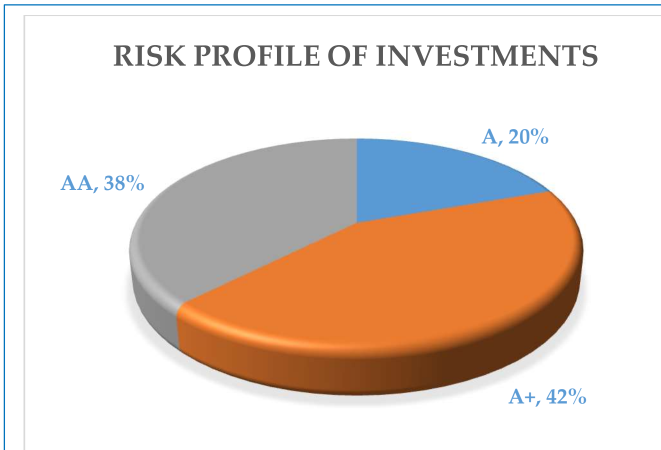


Asset Mix

Assets	December 2021	November 2021
Bank Balances	8.34%	7.24%
Term Deposits	0.00%	0.00%
Mutual Funds	0.00%	0.00%
Fixed Income Securities	6.25%	6.54%
Government Securities	81.06%	81.16%
Real Estate	0.00%	0.00%
Other Assets	4.35%	5.06%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.80%	9.38%
180 Days Return	3.80%	7.53%
CYTD	7.85%	7.85%
Since Inception	59.24%	10.86%
5 Years	53.57%	10.70%
10 Years	N/A	N/A



Managers' Comments:

During the month of Dec 2021, the NAV per unit has been Increased by PKR 1.2588 (0.80%) from Nov.

DYNAMIC GROWTH FUND (DGF)

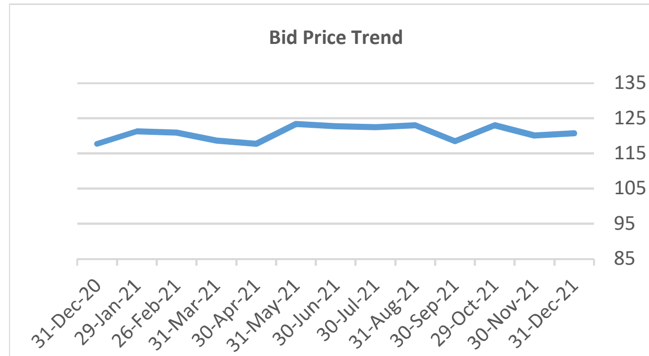
December 31, 2021

Fund Objective:

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

Fund Information:

Fund Name	Dynamic Growth Fund
Fund Size	PKR 212 Million
Launch Date	July 19, 2016
Bid Price (Inception)	PKR 100
Bid Price (31 Dec 2021)	PKR 120.7557
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	30% [six (6) month PKRV rate (T-Bills rate)] + 60% [KSE-100 Index Return] +10% minimum bank deposit rate on saving accounts

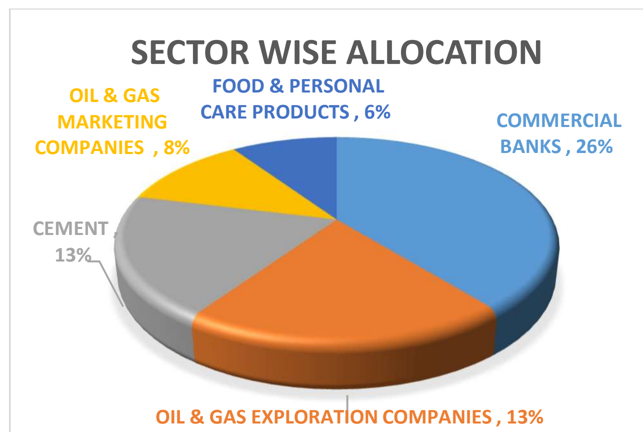


Asset Mix

Assets	December 2021	November 2021
Bank Balances	2.57%	1.14%
Term Deposits	0.00%	0.00%
Equities	57.66%	59.52%
Mutual Funds	0.89%	0.89%
Fixed Income Securities	3.54%	3.49%
Government Securities	25.29%	29.87%
Other Asset	10.05%	5.09%

Fund Returns:

	Absolute	Annualized
Month to Date (MTD)	0.53%	6.20%
180 Days Return	-1.60%	-3.17%
CYTD	2.55%	2.55%
Since Inception	20.76%	3.81%
5 Years	10.36%	2.07%
10 Years	N/A	N/A



Managers' Comments:

During the month of Dec 2021, the NAV per unit has been Increased by PKR 0.6324 (0.53%) from Nov.

TOP EQUITY HOLDING

December 31, 2021

IMF

TOP TEN HOLDINGS

MCB
MARI
LUCK
BAFL
PKGS
ENGRO
BATA
MUREB
FABL
MLCF

DGF

TOP TEN HOLDINGS

MARI
UBL
LUCK
HBL
PKGS
BAFL
BATA
FABL
MCB
POL

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