



INVESTORS' OUTLOOK

FOR THE MONTH OF AUGUST 2016



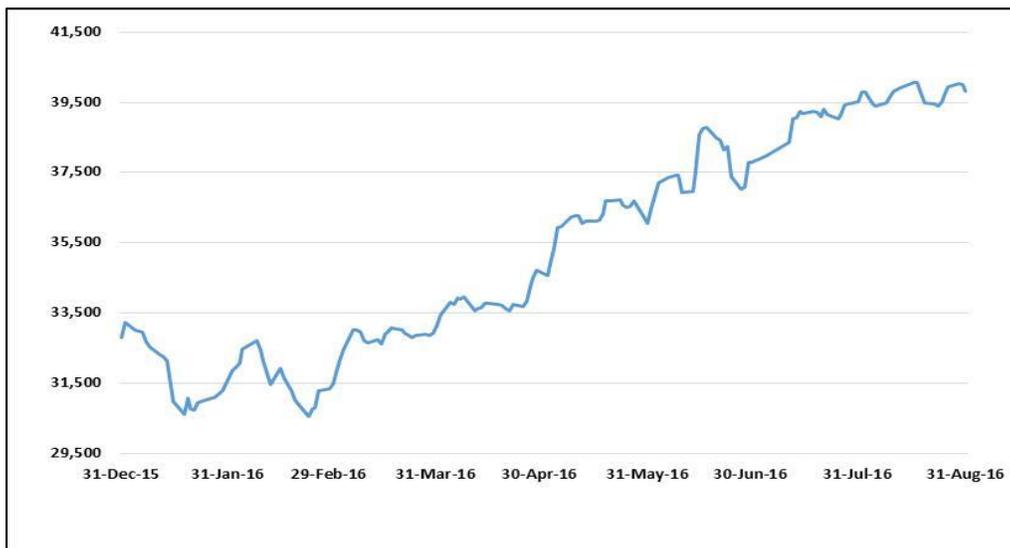
TABLE OF CONTENTS

REVIEW3
MANAGED FUND.....5
CAPITAL GROWTH FUND.....6
MEESAQ FUND7
YAQEEEN GROWTH FUND.....8
MANAGED GROWTH TAKAFUL FUND.....9
CAPITAL GROWTH TAKAFUL FUND10

Equity Market

In August, the KSE-100 index lost its momentum witnessed in past five months, but managed to post a positive return of 0.7% on Month-over-Month (MoM) basis. The index also touched an all-time high of 40,213.89 (intra-day), though market participant were hesitant to take long term position above the psychological barrier of 40k and booked profits at these levels. The CY to date return has inched up to 21.31%. Average trading volumes (of KSE100 Index) in August increased 3.48% to 120.29 million shares.

The month of August also marked an outflow by foreign portfolio investors after three consecutive months of inflows. The net outflow in August amounted to \$20.4 million (mainly in cements and fertilizers) with CY to date FIPI outflow now totaling \$38 million. Banks and other market players were also net sellers during the month. These outflows were absorbed mainly by mutual funds (\$13.5 million), NBFCs (\$7.6 million), companies (\$5.6 million) and individuals (\$5.5 million).



Sector performance

With a number of major results announcement occurring in August, individual sector performances reflected the investor reactions to these results. Banks and E&P were where earnings surprises were mostly concentrated. Profitability in Cements, and Power were in-line with market expectations. However, a number of companies in the cement sector showed interest in capacity expansions which kept investor nervous of an overcapacity situation a few years ahead. Fertilizer and pharmaceutical companies' results were lower than expectations.

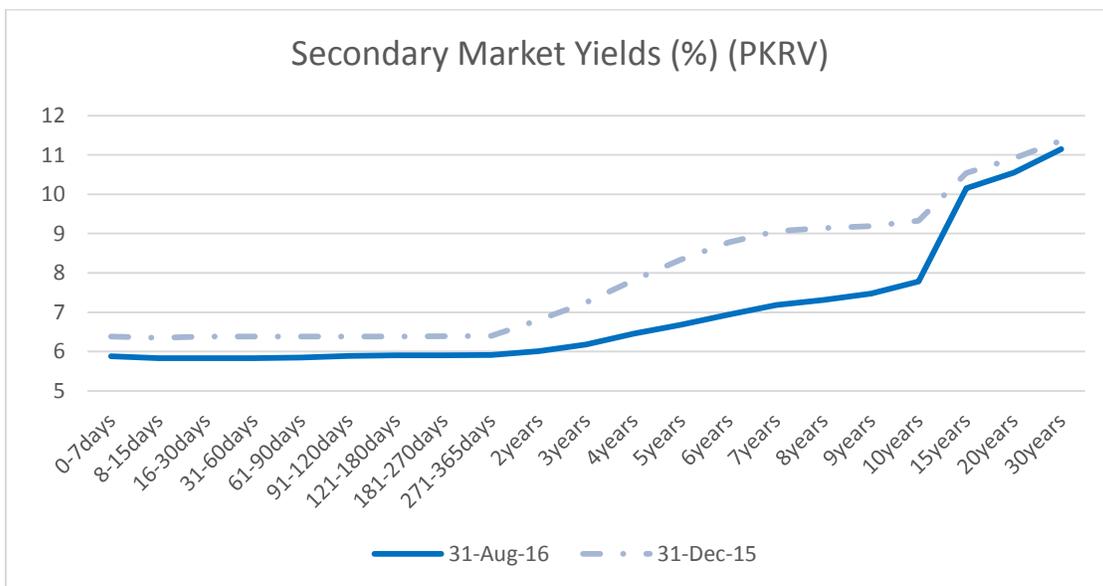
- Auto sector remained in limelight during the month. PSMC was up 22.5%, with investors bullish on rising auto demand in the current low interest rate environment. Similarly, HCAR increased 14.8% and continued to head northwards on back of the orders going stronger for its new Civic Sales.
- Banking sector gained around 2.5% amidst some unexpectedly better quarter results. NBP increased 13.6%, while UBL and ABL was up 10.2% and 7.6%, MoM respectively. Meezan Bank and Faysal Bank stock surged by 12.8% and 11.4% on MoM respectively. MCB and HMB stock prices both fell 5.1% MoM in August, suppressing overall sector returns.

- E&P sector was up 3.3% as recovery in oil prices kept investor sentiments positive on this sector. POL, which has the highest correlation with oil prices within the E&P universe, gained 13.4% in the month. PPL and ODGC also increased 4.4% and 2.7%, respectively. PSO and Hascol stock prices dropped 3.3% and 6.2%, respectively. A meeting of major international oil producers is expected to be held later in September to stabilize oil markets; any agreement could bring a possible upside to oil prices and hence positive movements for E&P scripts.
- The Power sector prices fell around 1% during the month, driven by profit taking in HUBCO (-5.7%). KEL was the star performer in the sector yielding a return of 12% MoM, on back of expectations of a possible acquisition by Shanghai Electric. Later at end of August, KEL made public that Shanghai Electric has shown intention to acquire KEL.
- Cements (on over-supply fears) and Fertilizer (on low-offtake) sectors were return dampener for the index, with sector wise returns for Cement and Fertilizer declined by 4.9% and 3.6% MoM respectively. ENGRO, having a weightage of 4.18% in KSE-100, declined 8.5% on lower than expected dividend payout.
- Pharmaceutical sector performance was also in red due to lower than expected earnings announcements.

Money Market

In the PIB auction held in August, SBP picked around Rs. 202 billion against a target of Rs. 100 billion and bids received worth around Rs. 319 billion. The yields for 3-year, 5-year and 10-year bonds cut-offs remained almost unchanged at 6.2%, 6.7017% and 7.8005% respectively.

In month of August, three T-bills auctions were conducted. With expectations of further rate cuts subsiding post the status quo in the July 2016 monetary policy review, bids in the T-bill auctions were placed at higher rates by the participants. The yields increased by 7 basis points for 3-months paper to 5.86%, and 8 basis points for 6- and 12-month paper to 5.90% and 5.91% respectively. An amount of Rs. 944 billion was picked up against target of Rs. 850 billion.



Fund Objective

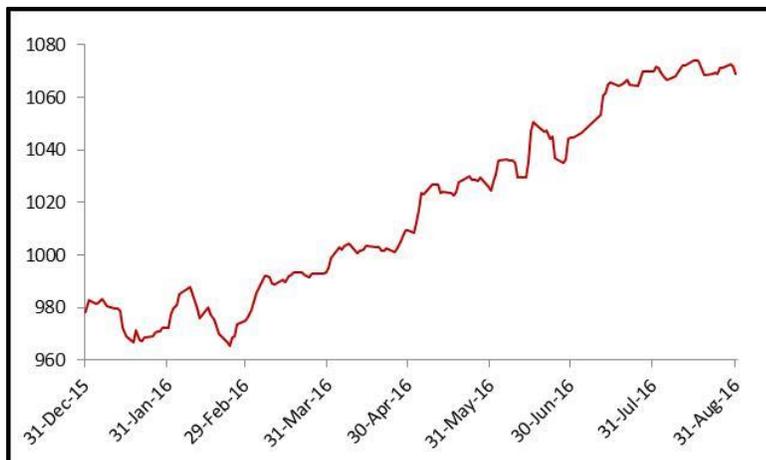
To maximize capital appreciation by investing in a balanced portfolio of wide range of shares, Government and other fixed income securities and bank deposits.

Fund Information

Description	Information
Fund Name	Managed Fund
Fund Size	PKR 58,629 Million
Launch date	31.12.1996
Bid Price (31.12.1996)	PKR 99.50
Bid Price (31.08.2016)	PKR 1,068.87
Category	Balanced Fund
Pricing Mechanism	forward on daily basis
Management fee	1.50% p.a.
Pricing days	Monday to Friday
Auditors	KPMG
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

Fund Returns

During the month of August 2016, Managed Fund's (MF) Unit Price decreased by PKR 1.05 (-0.10%) net of fund management fee.



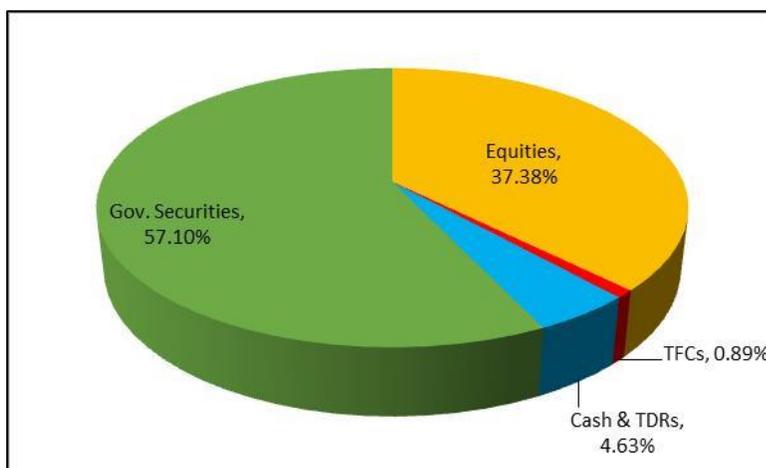
Investment Committee Members

Ayaz Ahmed	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Lilly R. Dossabhoy	Member
Shan Rabbani	Member

Assets	August 2016	July 2016
Government Securities	57.10%	56.75%
Term Finance Certificates	0.89%	0.90%
Cash & Short Term Deposits	4.63%	4.57%
Stocks & Mutual Funds	37.38%	37.78%

Fund Returns

Period	Rate of Return
1 month	-0.10%
3 months	4.32%
12 months	9.72%
Calendar YTD	9.28%
Since Inception	974.24%
Since Inception (annualized)	12.82%
5 years	88.98%
10 years	202.66%



Fund Objective

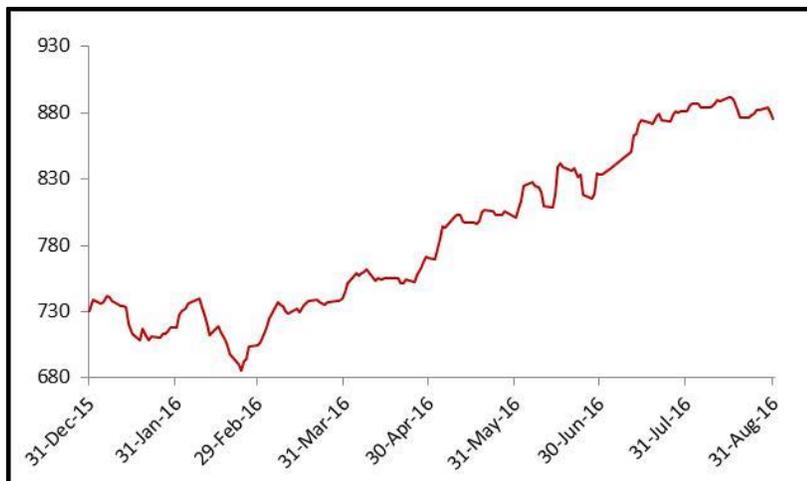
The objective of the fund is to maximize returns to policyholders by investing mainly in equity portfolio and partly in Government securities, Term Finance Certificates and bank deposits.

Fund Information

Description	Information
Fund Name	Capital Growth Fund
Fund Size	PKR 5,711 Million
Launch date	28.07.2004
Bid Price (28.07.2004)	PKR 100.00
Bid Price (31.08.2016)	PKR 875.62
Category	Equity Fund
Pricing Mechanism	forward on daily basis
Management fee	1.50% p.a.
Pricing days	Monday to Friday
Auditors	KPMG
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

Fund Returns

During the month of August 2016, Capital Growth Fund's (CGF) Unit Price decreased by PKR 5.59 (-0.63%) net of fund management fee.



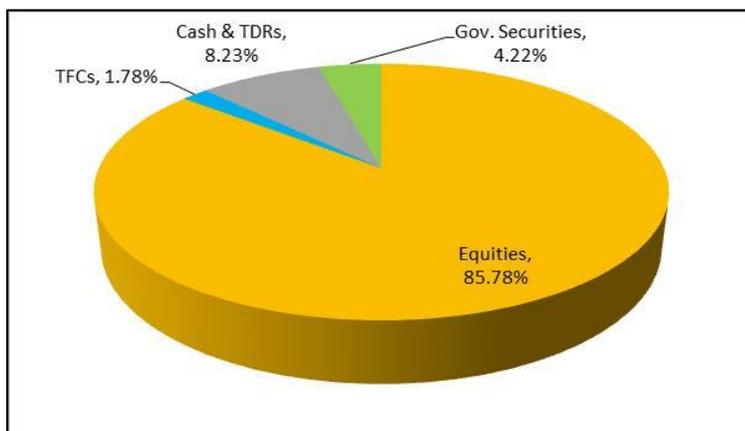
Investment Committee Members

Ayaz Ahmed	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Lilly R. Dossabhoy	Member
Shan Rabbani	Member

Assets	August 2016	July 2016
Government Securities	4.22%	4.44%
Term Finance Certificates	1.78%	1.87%
Cash & Short Term Deposits	8.23%	7.04%
Stocks & Mutual Funds	85.78%	86.65%

Fund Returns

Period	Rate of Return
1 month	-0.63%
3 months	9.38%
12 months	20.62%
Calendar YTD	19.89%
Since Inception	775.62%
Since Inception (annualized)	19.64%
5 years	266.34%
10 years	410.00%



Fund Objective

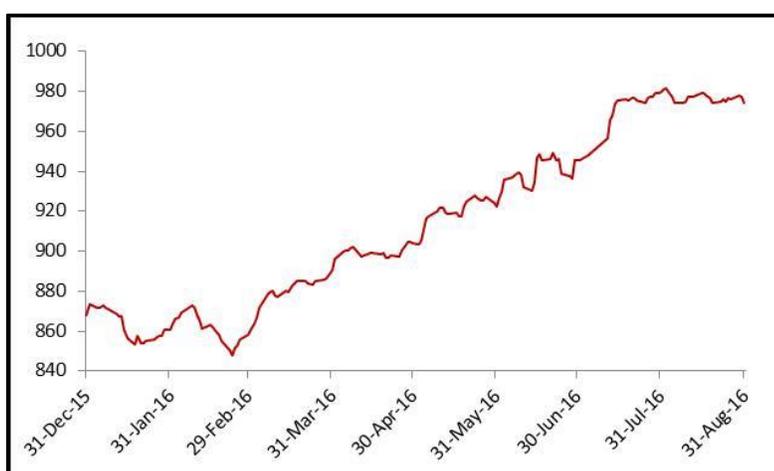
The objective of the Meesaq fund is to provide an opportunity to investors who want interest free returns. The instruments in which the Meesaq fund invests are selective stocks, sukuk, short term deposits in Islamic banks / Islamic bank branches, Islamic mutual funds and other valid interest-free investments.

Fund Information

Description	Information
Fund Name	Meesaq Fund
Fund Size	PKR 8,158 Million
Launch date	27.03.2008
Bid Price (27.03.2008)	PKR 475.00
Bid Price (31.08.2016)	PKR 974.50
Category	Non-interest bearing Investment portfolio
Pricing Mechanism	forward on daily basis
Management fee	1.50% p.a.
Pricing days	Monday to Friday
Auditors	KPMG
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

Fund Returns

During the month of August 2016, Meesaq Fund's (MEF) Unit Price decreased by PKR 4.96 (-0.51%) net of fund management fee.



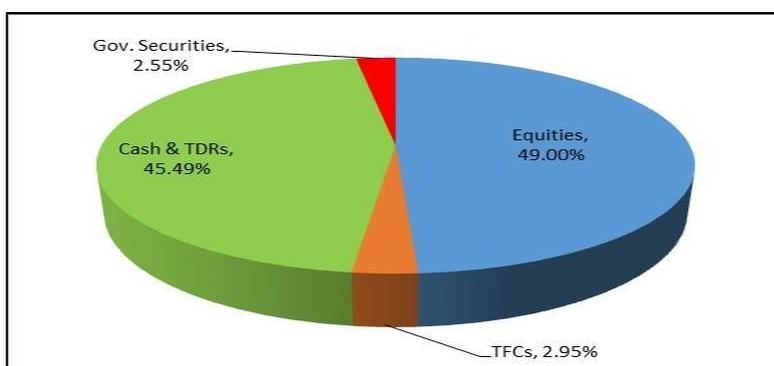
Investment Committee Members

Ayaz Ahmed	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Lilly R. Dossabhoj	Member
Shan Rabbani	Member

Fund Returns

Period	Rate of Return
1 month	-0.51%
3 months	5.65%
12 months	12.57%
Calendar YTD	12.29%
Since Inception	105.16%
Since Inception (annualized)	8.89%
5 years	79.49%

Assets	August 2016	July 2016
Government Securities/Sukuks	2.55%	5.46%
Term Finance Certificates	2.95%	0.00%
Cash & Short Term Deposits	45.49%	44.86%
Stocks & Mutual Funds	49.00%	49.68%



YAQEEEN GROWTH FUND

Fund Objective

This fund has been formed to enable Jubilee Life's policyholders to participate in a diversified portfolio of Fixed Income Securities with minimal exposure to equity. Yaqeen Growth fund is suitable for those who wish to earn steady returns on investments through full exposure to debt securities and minimum risk of capital erosion.

Fund Information

Description	Information
Fund Name	Yaqeen Growth Fund
Fund Size	PKR 1,338 Million
Launch date	01.06.2009
Bid Price (01.06.2009)	PKR 475.00
Bid Price (31.08.2016)	PKR 966.47
Category	Capital Protected Fund
Pricing Mechanism	forward on daily basis
Management fee	1.50% p.a.
Pricing days	Monday to Friday
Auditors	KPMG
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

Investment Committee Members

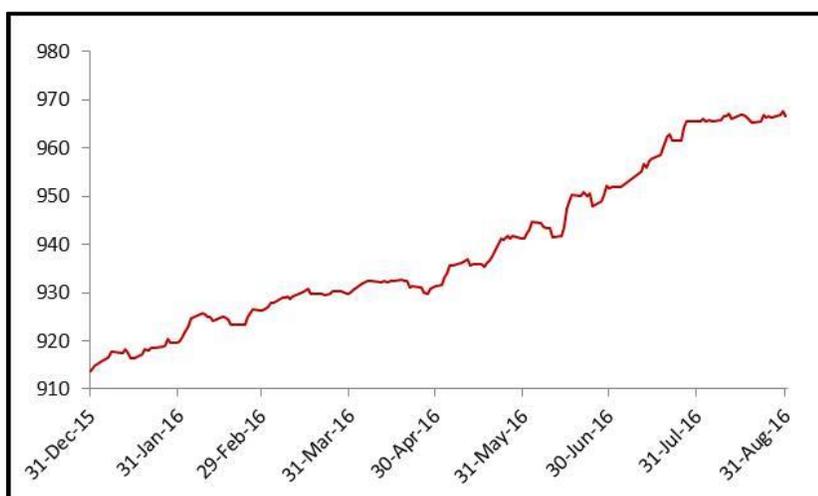
Ayaz Ahmed	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Lilly R. Dossabhoy	Member
Shan Rabbani	Member

Fund Returns

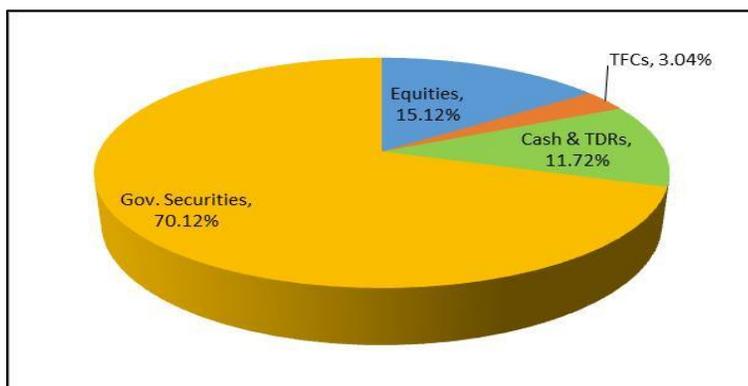
Period	Rate of Return
1 month	0.09%
3 months	2.68%
12 months	7.80%
Calendar YTD	5.78%
Calendar YTD (annualized)	8.64%
Since Inception	103.47%
Since Inception (annualized)	10.29%
5 years	64.52%

Fund Returns

During the month of August 2016, Yaqeen Growth Fund's (YGF) Unit Price increased by PKR 0.89 (0.09%) net of fund management fee.



Assets	August 2016	July 2016
Government Securities	70.12%	70.55%
Stocks & Mutual Funds	15.12%	15.39%
Term Finance Certificates	3.04%	3.05%
Cash & Short Term Deposits	11.72%	11.02%



MANAGED GROWTH TAKAFUL FUND

Fund Objective

To optimize aggregate long term risk adjusted return through capital appreciation, dividend and profit income by investing in a Balanced Portfolio comprising of Shariah compliant equities, equity mutual funds, Sukuks (Government and Corporate), deposits with Islamic Banks and Windows or any other approved Shariah compliant avenues.

The Fund was launched on July 7, 2015.

Fund Information

Description	Information
Fund Name	Managed Growth Takaful Fund
Fund Size	PKR 173 Million
Launch date	07.07.2015
Bid Price (07.07.2015)	PKR 500.00
Bid Price (31.08.2016)	PKR 574.68
Category	Shariah Compliant Balanced Fund
Pricing Mechanism	forward on daily basis
Management fee	1.50% p.a.
Pricing days	Monday to Friday
Auditors	KPMG
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

Investment Committee Members

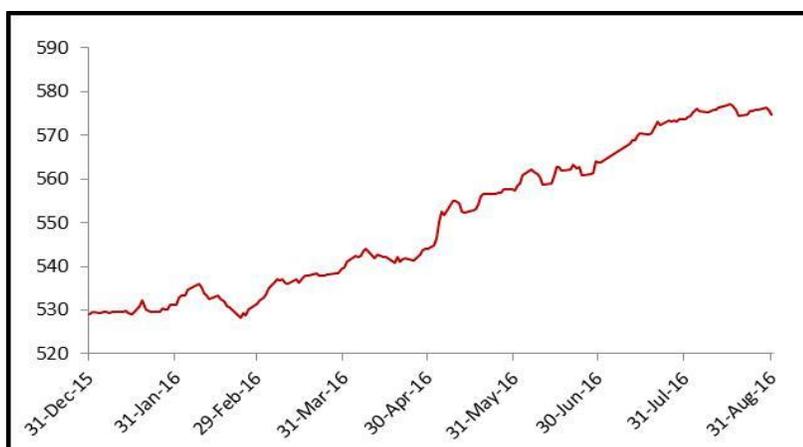
Ayaz Ahmed	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Lilly R. Dossabhoy	Member
Shan Rabbani	Member

Fund Returns

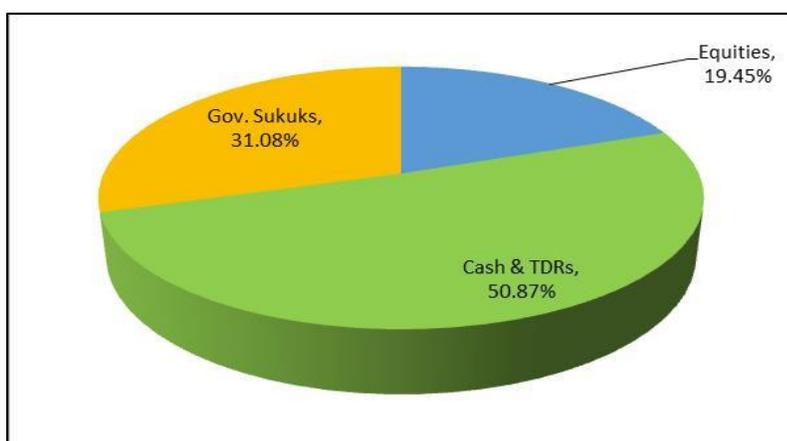
Period	Rate of Return
1 month	0.16%
3 months	3.12%
12 months	11.77%
Calendar YTD	8.63%
Since Inception	14.94%

Fund Returns

During the month of August 2016, Managed Growth Takaful Fund's (MGTF) Unit Price increased by PKR 0.93 (0.16%) net of fund management fee.



Assets	August 2016	July 2016
Government Sukuks	29.68%	18.55%
Cash & Short Term Deposits	50.87%	61.28%
Stocks	19.45%	20.17%



CAPITAL GROWTH TAKAFUL FUND

Fund Objective

To optimize aggregate long term risk adjusted return through capital appreciation, dividend and profit income by investing in an Aggressive Portfolio primarily comprising of Shariah compliant equities and equity mutual funds with any excess liquidity being invested in Sukuks (Government and Corporate) or deposits with Islamic Banks and Islamic Windows of Conventional Banks.

The Fund was launched on July 7, 2015.

Fund Information

Description	Information
Fund Name	Capital Growth Takaful Fund
Fund Size	PKR 117 Million
Launch date	07.07.2015
Bid Price (07.07.2015)	PKR 500.00
Bid Price (31.08.2016)	PKR 602.86
Category	Shariah Compliant Equity Fund
Pricing Mechanism	forward on daily basis
Management fee	1.50% p.a.
Pricing days	Monday to Friday
Auditors	KPMG
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

Investment Committee Members

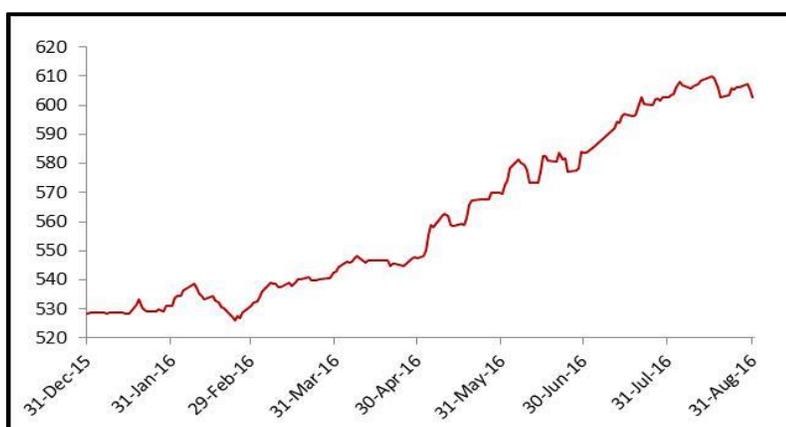
Ayaz Ahmed	Chairman
Javed Ahmed	Member / CEO
Rafiuddin Zakir Mahmood	Member
John Joseph Metcalf	Member
Lilly R. Dossabhoy	Member
Shan Rabbani	Member

Fund Returns

Period	Rate of Return
1 month	-0.004%
3 months	5.87%
12 months	17.07%
Calendar YTD	14.14%
Since Inception	20.57%

Fund Returns

During the month of August 2016, Capital Growth Takaful Funds' (CGTF) Unit Price decreased by PKR 0.03 (-0.004%) net of fund management fee.



Assets	August 2016	July 2016
Government Securities	0.00%	0.00%
Cash & Short Term Deposits	55.42%	52.44%
Stocks	44.58%	47.56%

