

INVESTORS' OUTLOOK

FOR THE MONTH OF OCTOBER 2014

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MARKET REVIEW

Comparative KSE-100 Index



STOCK MARKET REVIEW

KSE 100 Index gained over 380 points during the month of October 2014

Main contributors towards this positive move were encouraging news on political front, positive results season and macro economic factors.

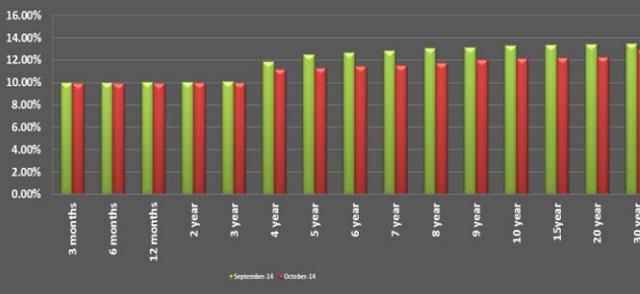
Following news have played vital role in Karachi Stock Market index movement:

- Investors overlooked declining oil prices and continued sell-off by foreign investors to aid the index in cementing its position above the 30,000-point barrier
- The banking sector dominated trading activity for the majority of the last week of the month after United Bank Limited announced better-than-expected earnings for the nine-month period of 2014
- The power sector was up next with the country's two largest independent power producers (IPPs), Kapco and Hubco announcing their earnings. Kapco's earnings were above market expectations while Hubco also matched market expectations, resulting in activity in the sector
- The auto sector's strong performance at the bourse continued with Pak Suzuki Motor Company (PSMC) announcing earnings above market expectations
- Oil Marketing Companies (OMCs) came into the limelight after the Economic Coordination Committee approved the increase in OMC margins in a meeting on October 30.

PAKISTAN INFLATION RATE



Comparative Yield Curve



CPI REVIEW & OUTLOOK

CPI numbers for October clocked in at 5.8% YoY, lower than our expectation due to below projected rise in House rent index and lower food prices. Such a low monthly number was last witnessed in May-13.

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 31,403 Million
Launch date	31.12.1996
Bid Price (31.12.1996)	PKR 99.50
Bid Price (31.10.2014)	PKR 851.52
Category	Balanced Fund
Pricing Mechanism	Back-ward on daily basis
Management fee	1.50% p.a.
Pricing days	Monday to Friday
Risk profile	Low
Auditors	
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

Fund Performance

During the month of October 2014, Managed Fund's (MF) Unit Price increased by PKR 21.86 (2.63%) net of fund management fee, however, on YTD basis it reached to 14.09% (annualized).



Investment Committee Members

Ayaz Ahmed	Chairman
Javed Ahmed	Member / CEO
Sultan Ali Akbar Allana	Member
John Joseph Metcalf	Member
Nurallah Merchant	Member
Manzoor Ahmed	Member/ Secretary

Fund Returns

Period	RoR	RoR (annualized)
MTD	2.63%	35.83%
QTD	4.41%	18.66%
YTD	11.60%	14.09%
Since Inception	755.80%	12.79%

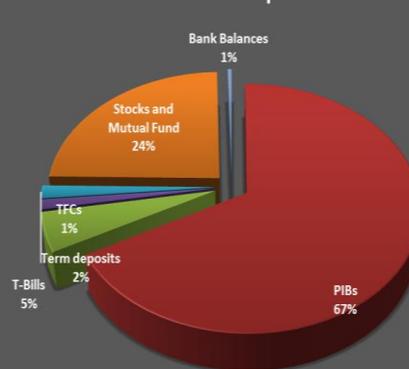
Fund Size

October 2014	September 2014
PKR 31,403 Million	PKR 30,198 Million

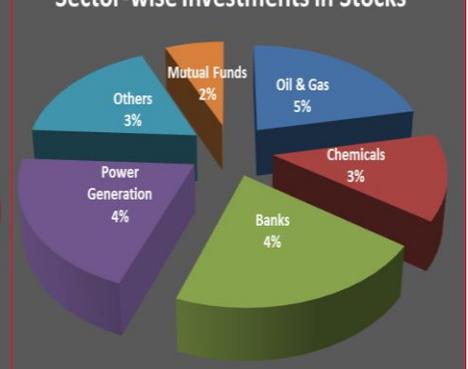
Assets

	October 2014	September 2014
Government Securities	72.28%	72.96%
Term Finance Certificates	1.27%	1.33%
Short Term Deposits	2.09%	1.93%
Stocks		
Oil & Gas Sector	5.30%	5.84%
Chemical Sector	3.17%	3.08%
Power Generations	4.96%	4.45%
Banking Sector	5.05%	4.41%
Other Sectors	4.27%	4.41%
Mutual Funds	1.61%	1.59%
Total	100.00%	100.00%

Portfolio Composition



Sector-wise Investments in Stocks



Fund Objective

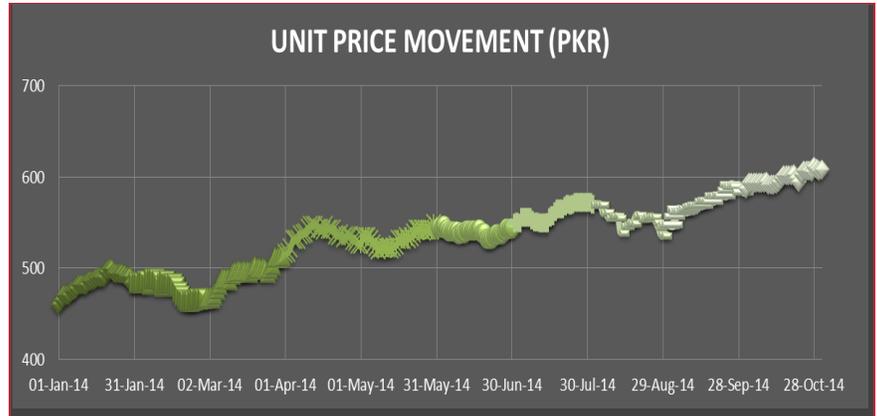
The objective of the fund is to maximize returns to policyholders by investing mainly in equity portfolio and partly in Government securities, Term Finance Certificates and bank deposits.

Fund Information

Description	Information
Fund Name	Capital Growth Fund
Fund Size	PKR 802 Million
Launch date	July 28, 2004
Bid Price (28.07.2004)	PKR 100.00
Bid Price (31.10.2014)	PKR 611.13
Category	Equity Fund
Pricing Mechanism	Back-ward on daily basis
Management fee	1.50% p.a.
Pricing days	Monday to Friday
Risk profile	High
Auditors	
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

Fund Performance

During the month of October 2014, Capital Growth Fund's (CGF) Unit Price increased by PKR 23.43 (3.99%) net of fund management fee and on YTD basis it reached to 40.30% (annualized).



Investment Committee Members

Ayaz Ahmed	Chairman
Javed Ahmed	Member / CEO
Sultan Ali Akbar Allana	Member
John Joseph Metcalf	Member
Nurallah Merchant	Member
Manzoor Ahmed	Member/ Secretary

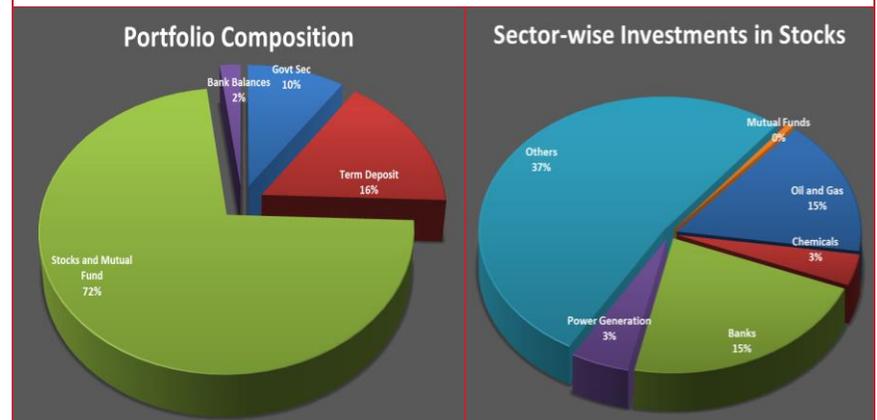
Fund Returns

Period	RoR	RoR (annualized)
MTD	3.99%	58.45%
QTD	7.23%	31.89%
YTD	32.58%	40.30%
Since Inception	511.13%	19.28%

Fund Size

October 2014	September 2014
PKR 802 Million	PKR 738 Million

Assets	October 2014	September 2014
Government Securities	9.57%	9.61%
Stocks	October	September
Oil & Gas Sector	11.74%	14.24%
Chemical Sector	2.74%	2.87%
Power Generations	3.72%	3.77%
Banking Sector	16.10%	15.11%
Other Sectors	37.65%	38.04%
Mutual Funds	0.41%	0.44%
TDR and bank balances	18.07%	15.92%
Total	100.00%	100.00%



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 Fixed Income other valid interest-free investments.

Fund Information

Description	Information
Fund Name	Messaq Fund
Fund Size	PKR 4,672 Million
Launch date	March 27, 2008
Bid Price (27.03.2008)	PKR 475.00
Bid Price (31.10.2014)	PKR 775.63
Category	Non-interest bearing Investment Portfolio
Pricing Mechanism	Back-ward on daily basis
Management fee	1.50% p.a.
Pricing days	Monday to Friday
Risk profile	Low
Auditors	
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore

Fund Performance

During the month of October 2014, Meesaq Fund's (MEF) Unit Price increased by PKR 12.05 (1.58%) net of fund management fee and on YTD basis it increased to 11.04% (annualized).



Investment Committee Members

Ayaz Ahmed	Chairman
Javed Ahmed	Member / CEO
Sultan Ali Akbar Allana	Member
John Joseph Metcalf	Member
Nurallah Merchant	Member
Manzoor Ahmed	Member/ Secretary

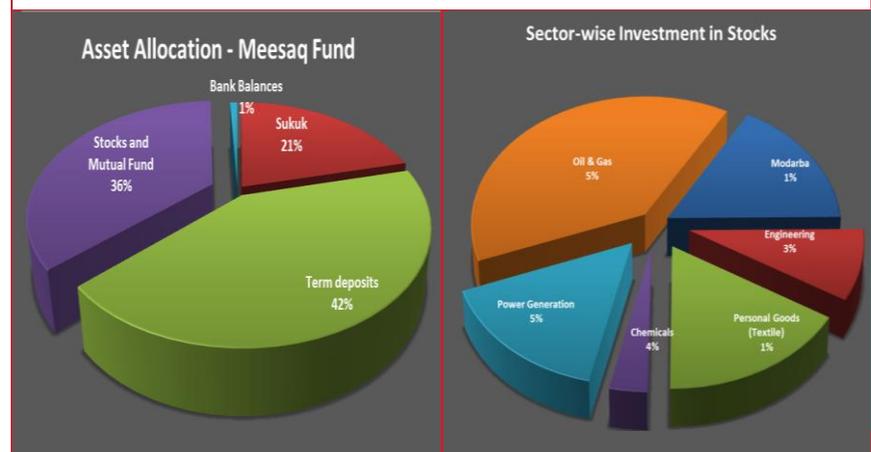
Fund Returns

Period	RoR	RoR (annualized)
MTD	1.58%	20.24%
QTD	3.00%	12.42%
YTD	9.11%	11.04%
Since Inception	63.29%	7.71%

Fund Size

October 2014	September 2014
PKR 4,672 Million	PKR 4,525 Million

Assets	October 2014	September 2014
Government Securities –Sukuk	21.21%	22.11%
Short Terms Deposits & Bank Balances	42.87%	42.04%
Stocks		
Oil & Gas Sector	5.93%	6.92%
Chemical Sector	3.19%	3.16%
Power & Generations	5.95%	5.52%
Banking Sector	1.15%	1.02%
Other Sector	5.65%	5.34%
Mutual Funds	14.05%	13.89%
Total	100.00%	100.00%



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 897 Million	
Launch date	June 1, 2009	
Bid Price (01.07.2009)	PKR 475.00	
Bid Price (31.10.2014)	PKR 803.97	
Category	Capital Protected Fund	
Pricing Mechanism	Back-ward on daily basis	
Management fee	1.50% p.a.	
Pricing days	Monday to Friday	
Risk profile	Low	
Auditors		
Appointed Actuary	Nauman Cheema, Nauman Associates, Lahore	
Investment Committee Members		
Ayaz Ahmed	Chairman	
Javed Ahmed	Member / CEO	
Sultan Ali Akbar Allana	Member	
John Joseph Metcalf	Member	
Nurallah Merchant	Member	
Manzoor Ahmed	Member/ Secretary	
Fund Returns		
Period	RoR	RoR (annualized)
MTD	2.29%	30.55%
QTD	4.45%	18.85%
YTD	10.09%	12.24%
Since Inception	69.26%	10.20%
Fund Size		
October 2014	September 2014	
PKR 897 Million	PKR 811 Million	

Fund Performance

During the month of October 2014 Yaqeen Growth Fund's (YGF) Unit Price increased by PKR 18.00 (2.29%) net of fund management fee and on YTD basis it increased to 12.24% (annualized).



Assets	October 2014	September 2014
Government Securities	75.51%	82.69%
Stocks	6.53%	3.45%
TDR and bank balances	17.96%	13.86%
Total	100.00%	100.00%

