



# INVESTORS' OUTLOOK

FOR THE MONTH OF FEBRUARY 2017



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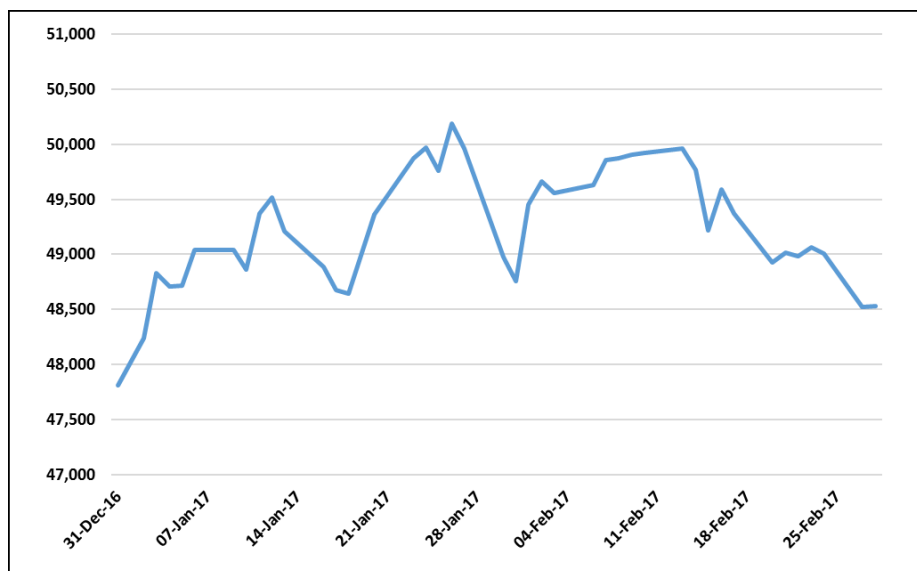
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## Equity Market Review

After positive sentiments witnessed in previous three months, the benchmark KSE 100 Index took a toll in February 2017, dropping by 0.46% MoM to close at 48,534 points before touching an intraday high of 49,845 points. The hefty sell-off as witnessed in the last sessions of January'17, carried forward its impact in February'17 as two brokers defaulted. On account of implementing stringent rules, the SECP's drive towards regulating in-house financing and margin selling emerged as key highlights of the month. The average daily traded volume declined to 348mn, dropping by 21% MoM along with average daily traded value which also dipped to USD161 mn, lower by 26% MoM (USD218mn in Jan'17).

After three consecutive months of net foreign selling in excess of USD 100 mn, the number eased to USD 30 mn during the month of February'17. Cumulatively, 8MFY17 total net FIPI outflow now stands at ~USD 438.4mn. Nonetheless the outflows for the month were effortlessly absorbed by local liquidity led by Mutual Funds (+USD 47.9mn), Insurance (+USD 16mn), Companies (+USD 9.5mn) and NBFCs (+USD 2.1mn) while sell-off was led by Individuals (- USD 43.3mn) followed by Banks and Brokers with net outflow of USD 10.1mn and USD 2.6 mn respectively.



### Sector Performance:

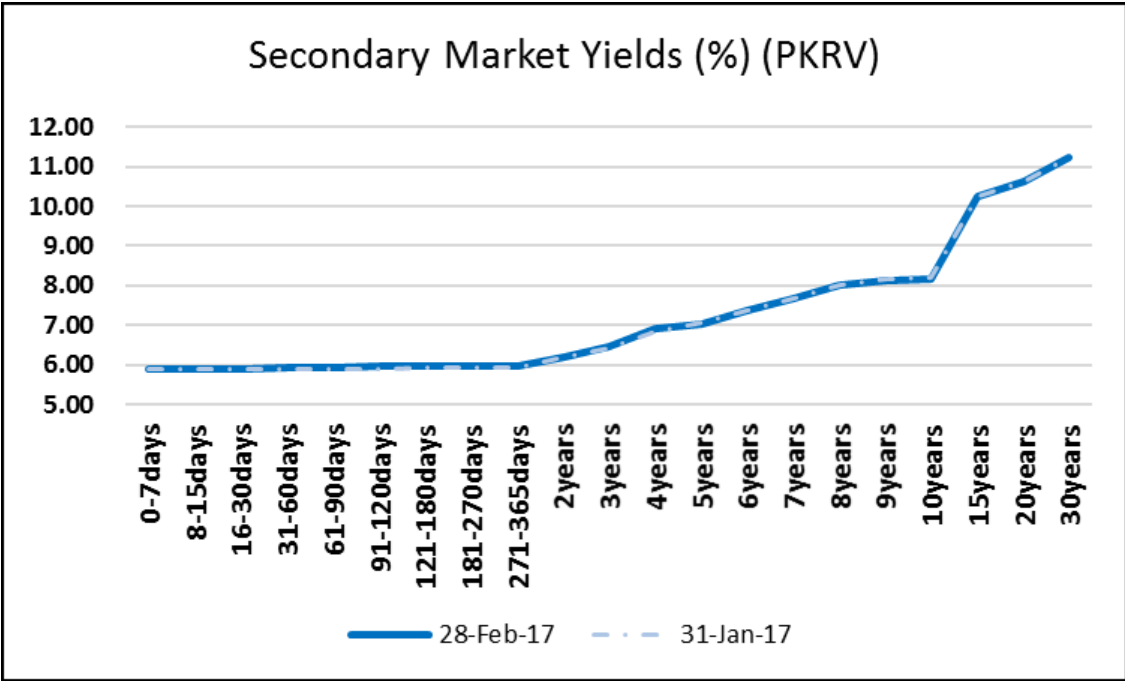
Sectoral Performances put OMC sector (↑6.35%) as leading the charts, on the back of rally in SNGP due to announcements of plan to award contract for a second gas pipeline from Karachi to Lahore. Cement sector increased 2.48% due to decrease in international coal prices by ~5% during the month. Next outperformer was Paper & Board (↑2.87%) followed by Tobacco (↑1.43%) and Insurance (↑1.24%), triggered by above market expected corporate results. Apart from these, Banks (↓1.26%), Autos (↓4.18%), Pharmaceuticals (↓4.45%) and Power (↓5.71%) were major laggards during the month.

# Money Market Review

The CPI Inflation increased 0.3% MoM to clock at 4.22% for the month of February'17 mainly due to increase in Petroleum prices and seasonal increase in housing and utility. Core Inflation stood at 5.3%.

In the PIB auction held during the month, most of the participation was witnessed in 3-yr bonds as the SBP picked up around Rs. 59.7bn against a target of Rs. 50bn and bids of around Rs. 115.2bn. The yield-curve remained relatively flat, declining by 1bps across all tenors as the cut-off yields for 3-year, 5-year and 10-year bonds stood at 6.4066%, 6.8994% and 7.9406% respectively.

Two T-bills auctions were conducted in February in which hefty participation was witnessed as Rs. 1,220 bn was accepted, against bids of around Rs. 1,475 bn and a target of Rs. 1,110 bn. On monthly basis, the yields increased across all tenors where weighted average yields for 3-months,6-month and 12-month papers stood at 5.9440% (↑72 bps MoM), 5.9895% (↑107 bps MoM) and 5.9931% (↑56 bps MoM) respectively.



## Fund Objective

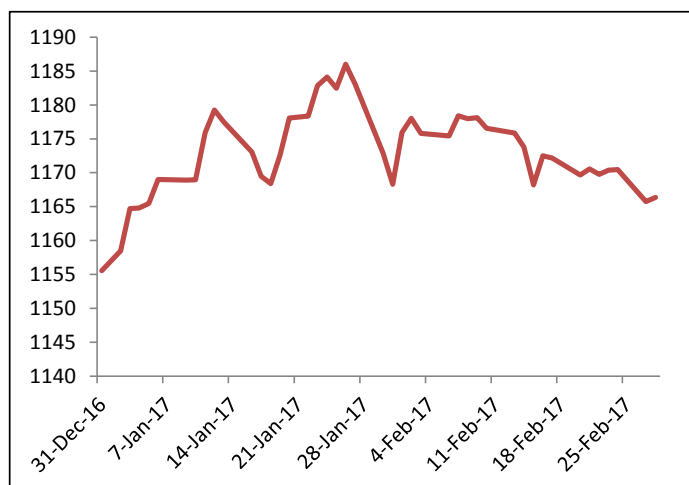
To maximize capital appreciation by investing in a balanced portfolio of wide range of shares, Government and other fixed income securities and bank deposits.

## Fund Information

Description	Information
<b>Fund Name</b>	Managed Fund
<b>Fund Size</b>	PKR 68,502 Million
<b>Launch Date</b>	31.12.1996
<b>Bid Price (31.12.1996)</b>	PKR 99.50
<b>Bid Price (28.02.2017)</b>	PKR 1,166.38
<b>Category</b>	Balanced Fund
<b>Pricing Mechanism</b>	Forward on daily basis
<b>Management Fee</b>	1.50% p.a.
<b>Pricing Days</b>	Monday to Friday
<b>Auditors</b>	KPMG
<b>Appointed Actuary</b>	Nauman Cheema, Nauman Associates, Lahore

## Fund Returns

During the month of February 2017 Managed Fund's (MF) Unit Price decreased by PKR 1.94 (-0.17%) net of fund management fee.



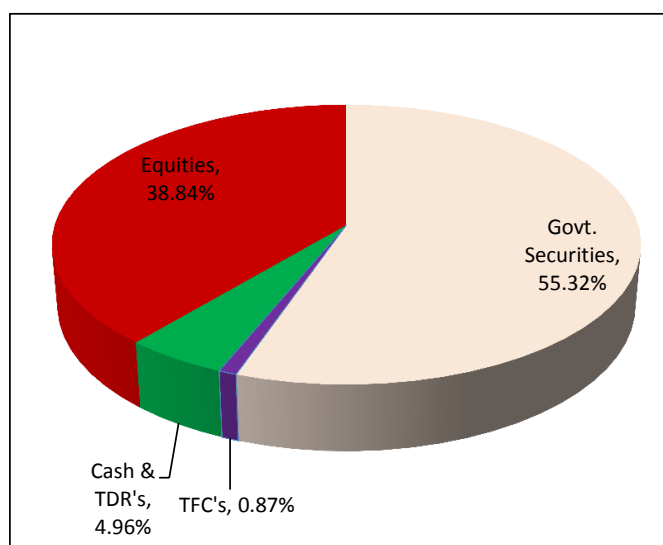
## Investment Committee Members

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

## Fund Returns

Period	Rate of Return
<b>1 month</b>	-0.17%
<b>3 months</b>	5.82%
<b>12 months</b>	19.64%
<b>Calendar YTD</b>	0.94%
<b>Since Inception</b>	1072.24%
<b>Since Inception (annualized)</b>	12.98%
<b>5 Years</b>	92.49%
<b>10 Years</b>	203.94%

Assets	February-17	January-17
<b>Government Securities</b>	55.32%	55.19%
<b>Term Finance Securities</b>	0.87%	0.88%
<b>Cash and Short Term Deposits</b>	4.96%	4.80%
<b>Stocks &amp; Mutual Funds</b>	38.84%	39.12%



## Fund Objective

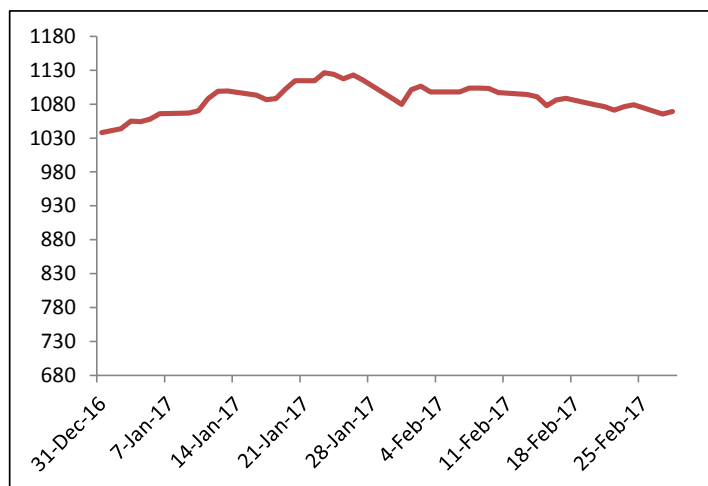
The objective of the fund is to maximize returns to policyholders by investing mainly in equity portfolio and partly in Government securities, Term Finance Certificates and bank deposits.

## Fund Information

Description	Information
<b>Fund Name</b>	Capital Growth Fund
<b>Fund Size</b>	PKR 10,946 Million
<b>Launch Date</b>	28.07.2004
<b>Bid Price (28.07.2004)</b>	PKR 100.00
<b>Bid Price (28.02.2017)</b>	PKR 1,069.40
<b>Category</b>	Equity Fund
<b>Pricing Mechanism</b>	Forward on daily basis
<b>Management Fee</b>	1.50% p.a.
<b>Pricing Days</b>	Monday to Friday
<b>Auditors</b>	KPMG
<b>Appointed Actuary</b>	Nauman Cheema, Nauman Associates, Lahore

## Fund Returns

During the month of February 2017 Capital Growth Fund's (CGF) Unit Price decreased by PKR 10.25 (-0.95%) net of fund management fee.



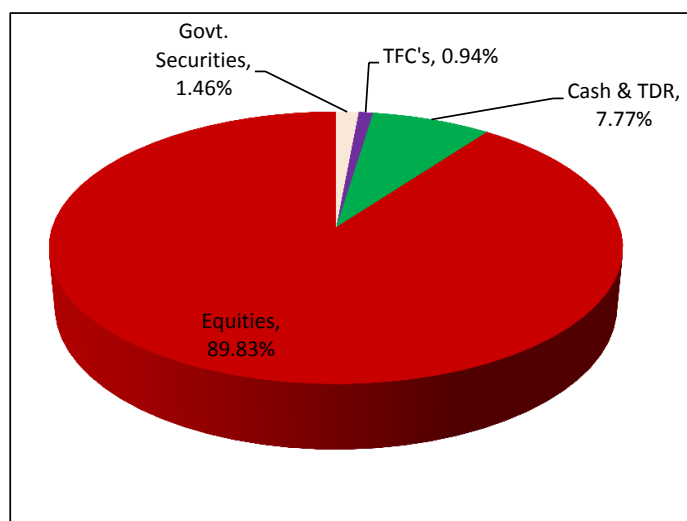
## Investment Committee Members

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

## Fund Returns

Period	Rate of Return
<b>1 month</b>	-0.95%
<b>3 months</b>	10.76%
<b>12 months</b>	51.82%
<b>Calendar YTD</b>	3.01%
<b>Since Inception</b>	969.40%
<b>Since Inception (annualized)</b>	20.70%
<b>5 Years</b>	319.04%
<b>10 Years</b>	473.56%

Assets	February-17	January-17
<b>Government Securities</b>	1.46%	1.53%
<b>Term Finance Securities</b>	0.94%	0.99%
<b>Cash and Short Term Deposits</b>	7.77%	6.77%
<b>Stocks &amp; Mutual Funds</b>	89.83%	90.71%



## Fund Objective

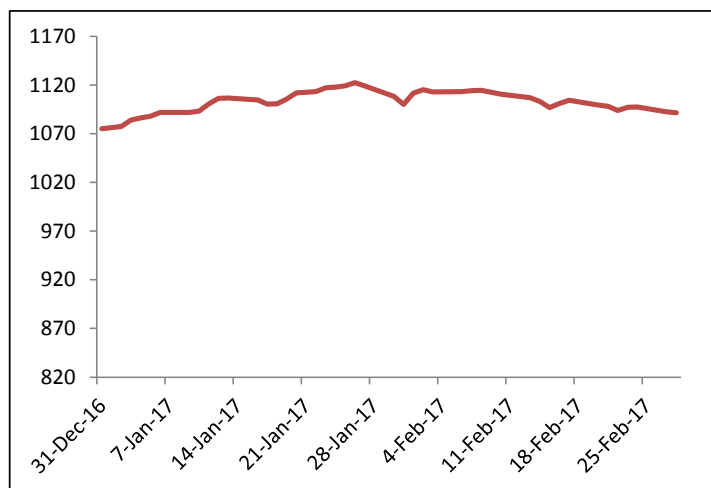
The objective of the Meesaq fund is to provide an opportunity to investors who want interest free returns. The instruments in which the Meesaq fund invests are selective stocks, sukuk, short term deposits in Islamic banks / Islamic bank branches, Islamic mutual funds and other valid interest-free investments.

## Fund Information

Description	Information
<b>Fund Name</b>	Meesaq Fund
<b>Fund Size</b>	PKR 9,432 Million
<b>Launch Date</b>	27.03.2008
<b>Bid Price (27.03.2008)</b>	PKR 475.00
<b>Bid Price (28.02.2017)</b>	PKR 1,091.68
<b>Category</b>	Non-interest bearing Investment portfolio
<b>Pricing Mechanism</b>	Forward on daily basis
<b>Management Fee</b>	1.50% p.a.
<b>Pricing Days</b>	Monday to Friday
<b>Auditors</b>	KPMG
<b>Appointed Actuary</b>	Nauman Cheema, Nauman Associates, Lahore

## Fund Returns

During the month of February 2017 Meesaq Fund's (MEF) Unit Price decreased by PKR 8.62 (-0.78%) net of fund management fee.



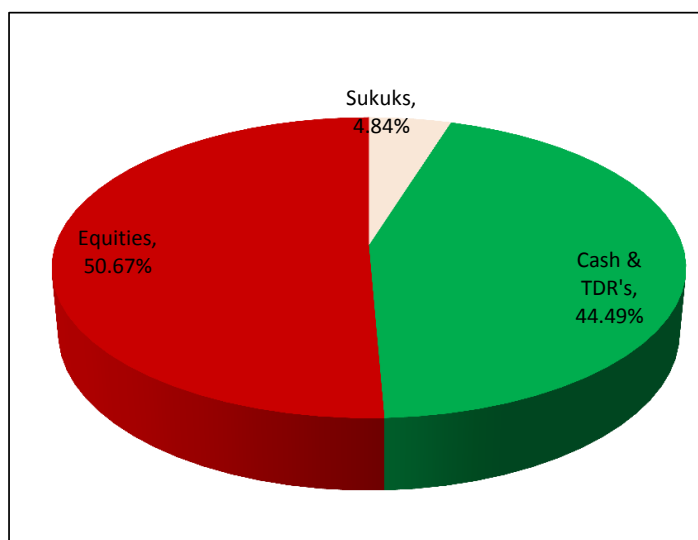
## Investment Committee Members

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

## Fund Returns

Period	Rate of Return
<b>1 month</b>	-0.78%
<b>3 months</b>	7.39%
<b>12 months</b>	27.16%
<b>Calendar YTD</b>	1.52%
<b>Since Inception</b>	129.83%
<b>Since Inception (annualized)</b>	9.76%
<b>5 Years</b>	91.22%

Assets	February-17	January-17
<b>Sukuks</b>	4.84%	4.77%
<b>Cash and Short Term Deposits</b>	44.49%	45.35%
<b>Stocks &amp; Mutual Funds</b>	50.67%	49.88%





# Yaqeen Growth Fund

## Fund Objective

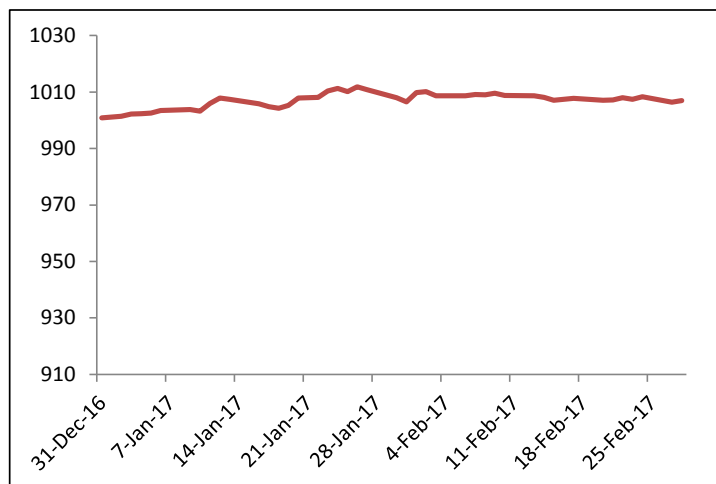
This fund has been formed to enable Jubilee Life's policyholders to participate in a diversified portfolio of Fixed Income Securities with minimal exposure to equity. Yaqeen Growth fund is suitable for those who wish to earn steady returns on investments through full exposure to debt securities and minimum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

## Fund Information

Description	Information
<b>Fund Name</b>	Yaqeen Growth Fund
<b>Fund Size</b>	PKR 1,457 Million
<b>Launch Date</b>	01.06.2009
<b>Bid Price (01.06.2009)</b>	PKR 475.00
<b>Bid Price (28.02.2017)</b>	PKR 1,006.92
<b>Category</b>	Capital Protected Fund
<b>Pricing Mechanism</b>	Forward on daily basis
<b>Management Fee</b>	1.50% p.a.
<b>Pricing Days</b>	Monday to Friday
<b>Auditors</b>	KPMG
<b>Appointed Actuary</b>	Nauman Cheema, Nauman Associates, Lahore

## Fund Returns

During the month of February 2017 Yaqeen Growth Fund's (YGF) Unit Price increased by PKR 0.38 (0.04%) net of fund management fee.



## Investment Committee Members

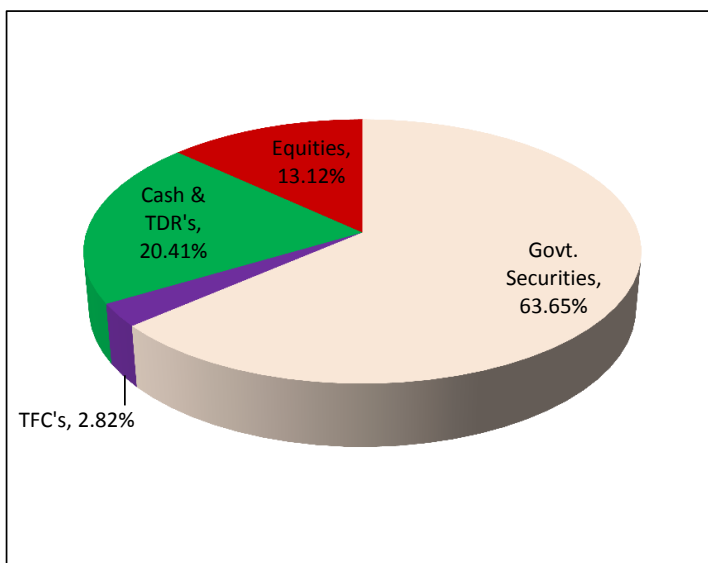
<b>Ayaz Ahmed</b>	Chairman
<b>Javed Ahmed</b>	Member / CEO
<b>Rafiuddin Zakir Mahmood</b>	Member
<b>John Joseph Metcalf</b>	Member
<b>Lilly R. Dossabhoy</b>	Member
<b>Shan Rabbani</b>	Member

## Assets

	February-17	January-17
<b>Government Securities</b>	63.65%	62.94%
<b>Term Finance Securities</b>	2.82%	2.79%
<b>Cash and Short Term Deposits</b>	20.41%	20.94%
<b>Stocks &amp; Mutual Funds</b>	13.12%	13.33%

## Fund Returns

Period	Rate of Return
<b>1 month</b>	0.04%
<b>3 months</b>	2.58%
<b>12 months</b>	8.72%
<b>Calendar YTD</b>	0.61%
<b>Calendar YTD (annualized)</b>	3.78%
<b>Since Inception</b>	111.98%
<b>Since Inception (annualized)</b>	10.18%
<b>5 Years</b>	62.59%







# MANAGED TAKAFUL FUND

## Fund Objective

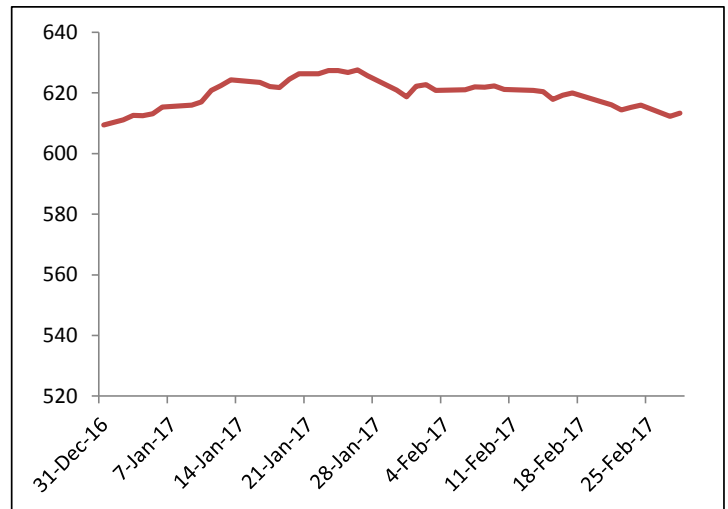
To optimize aggregate long term risk adjusted return through capital appreciation, dividend and profit income by investing in a Balanced Portfolio comprising of Shariah compliant equities, equity mutual funds, Sukuks (Government and Corporate), deposits with Islamic Banks and Windows or any other approved Shariah compliant avenues. The Fund was launched on July 7, 2015.

## Fund Information

Description	Information
<b>Fund Name</b>	Managed Takaful Fund
<b>Fund Size</b>	PKR 614 Million
<b>Launch Date</b>	07.07.2015
<b>Bid Price (07.07.2015)</b>	PKR 500.00
<b>Bid Price (28.02.2017)</b>	PKR 613.29
<b>Category</b>	Shariah Compliant Balanced Fund
<b>Pricing Mechanism</b>	Forward on daily basis
<b>Management Fee</b>	1.50% p.a.
<b>Pricing Days</b>	Monday to Friday
<b>Auditors</b>	KPMG
<b>Appointed Actuary</b>	Nauman Cheema, Nauman Associates, Lahore

## Fund Returns

During the month of February 2017 Managed Takaful Fund's (MTF) Unit Price decreased by PKR 5.45 (-0.88%) net of fund management fee.



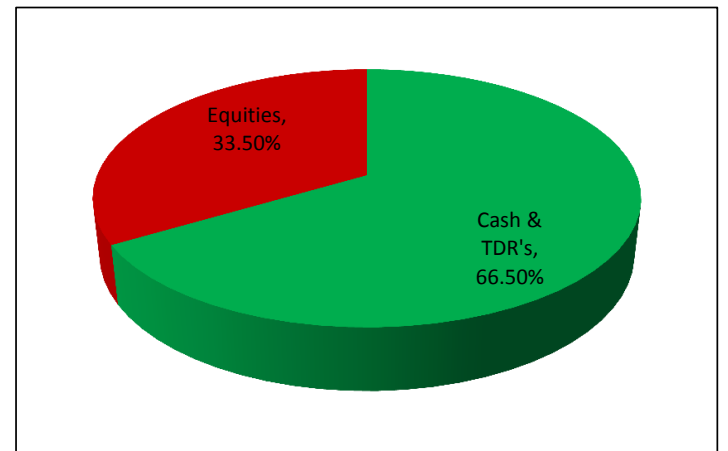
## Investment Committee Members

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

## Fund Returns

Period	Rate of Return
<b>1 month</b>	-0.88%
<b>3 months</b>	1.46%
<b>12 months</b>	15.39%
<b>Calendar YTD</b>	0.64%
<b>Since Inception</b>	22.66%

Assets	February-17	January-17
<b>Government Sukuks</b>	0.00%	0.00%
<b>Cash and Short Term Deposits</b>	66.50%	72.72%
<b>Stocks</b>	33.50%	27.28%





# 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.

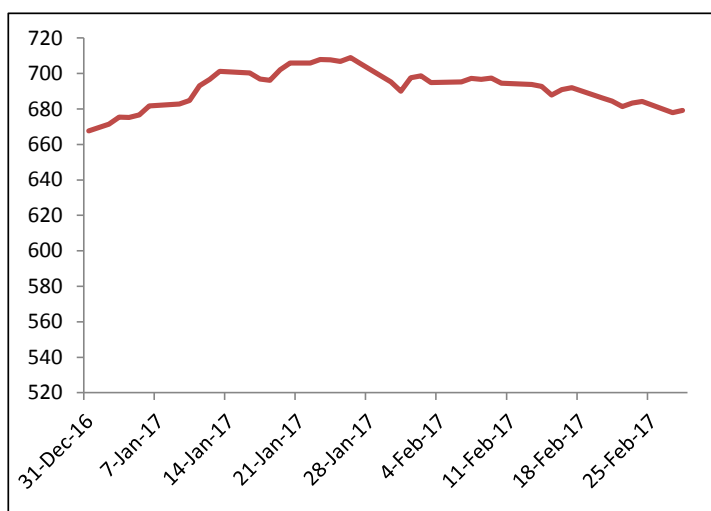
The Fund was launched on July 7, 2015.

## Fund Information

Description	Information
<b>Fund Name</b>	Capital Growth Takaful Fund
<b>Fund Size</b>	PKR 918 Million
<b>Launch Date</b>	07.07.2015
<b>Bid Price (07.07.2015)</b>	PKR 500.00
<b>Bid Price (28.02.2017)</b>	PKR 679.15
<b>Category</b>	Shariah Compliant Equity Fund
<b>Pricing Mechanism</b>	Forward on daily basis
<b>Management Fee</b>	1.50% p.a.
<b>Pricing Days</b>	Monday to Friday
<b>Auditors</b>	KPMG
<b>Appointed Actuary</b>	Nauman Cheema, Nauman Associates, Lahore

## Fund Returns

During the month of February 2017 Capital Growth Takaful Fund's (CGTF) Unit Price decreased by PKR 10.79 (-1.56%) net of fund management fee.



## Investment Committee Members

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

## Fund Returns

Period	Rate of Return
<b>1 month</b>	-1.56%
<b>3 months</b>	4.38%
<b>12 months</b>	27.93%
<b>Calendar YTD</b>	1.72%
<b>Since Inception</b>	35.83%

Assets	February-17	January-17
<b>Government Securities</b>	0.00%	0.00%
<b>Cash and Short Term Deposits</b>	45.25%	48.32%
<b>Stocks</b>	54.75%	51.68%

