



BACHAT SHARIAT KE MUTABIQ

MONEY MATTERS

Fund Manager's Report
JANUARY 2019



MCB-ARIF HABIB
Savings and Investments Limited

AM2
BY PACRA

FUND PERFORMANCE



Fund Returns

Funds	YTD (FY 19)	(July 2017 to June 2018)	(July 2016 to June 2017)
Islamic Income Scheme			
Alhamra Islamic Income Fund	7.03%	4.96%	6.49%
Alhamra Daily Dividend Fund (Inception Date: 10-Apr-2018)	7.06%	4.97%*	n/a
Shariah Compliant Fund of Funds			
Alhamra Islamic Active Allocation Plan-I (Inception Date: 29-Dec-2016)	2.21%	-6.84%	0.81%**
Alhamra Islamic Active Allocation Plan-II (Inception Date:16-Jun-2017)	0.56%	-0.43%	0.19***
Islamic Equity Scheme			
Alhamra Islamic Stock Fund	-3.99%	-12.00%	29.97%
Islamic Asset Allocation Scheme			
Alhamra Islamic Asset Allocation Fund	1.76%	-4.06%	27.74%
Islamic Voluntary Pension Scheme			
Alhamra Islamic Pension Fund-Debt	5.45%	2.99%	4.46%
Alhamra Islamic Pension Fund-Money Market	5.79%	3.34%	3.78%
Alhamra Islamic Pension Fund-Equity	-2.91%	-12.16%	33.21%

* From April 10, 2018 to June 30, 2018
 ** From December 29, 2016 to June 30, 2017
 *** From June 16, 2017, to June 30, 2017

Returns are computed on the basis of NAV to NAV with dividends reinvested

Annualized Returns for: Islamic Income Schemes and Alhamra Islamic Pension Fund (Debt and Money Market).
 Absolute Returns for: Shariah Compliant Fund of Funds, Islamic Equity, Islamic Asset Allocation Schemes, Alhamra Islamic Pension Fund-Equity.

MCB-AH believes in providing best investment experience to our investors. Please feel free to forward your complaint/query/suggestion and we will do our best to redress the same to further improve our processes.
 For any complaint/query/suggestion, please email at mcbah.qa@mcbah.com

DEAR INVESTORS,

Thank you for taking out time to review our Fund Manager's Report for the month of January 2019. We would like to express our deepest gratitude to our investors for their support which motivates us to improve our services and deliver nothing but the absolute best.

Whether it is getting your hands on the latest mobile phone, repairing your car, renovating your house or finally taking your dream trip to Europe; we all set goals, either big or small but most of the time we do not know how to achieve them. The path towards your goals may not always run smoothly but let us give you some handy tips on how you can accomplish them.

The first step is to ensure if your finances are on track. Get organized and start tracking your budget. It is essential to estimate your fixed and variable expenses and assess any additional debt. Moreover, it is extremely important to have the clear picture of the goals you formulate and how you want your money to work for you. Therefore, the key is to effectively track your expenses, save more and invest wisely. All your dreams, be it big or small, can come true if you persistently follow a plan and we have a plan for every goal. Mutual funds offer different schemes for different kinds of objectives and you can easily invest in your choice of fund. Therefore, take out a few minutes from your busy schedules and simply download the iSave app by MCB Arif Habib Savings. Create your account in a few minutes, start earning returns on your savings and turn your dreams into reality.

If you have any query, feel free to contact us on our 24/7 helpline at 0800-622-24. Our investor services officers are always available to serve you, round the clock. You may also visit our website www.mcbah.com to explore our products and services.



Muhammad Saqib Saleem

Chief Executive Officer



MACRO-ENVIRONMENT REVIEW AND OUTLOOK

The major highlight of the month was mini budget which was announced on 23rd Jan, 2019. The budget was primarily focused towards relief for the industrial developments and the much-hyped budgetary announcements were largely welcomed by the investor community. Furthermore, towards the end of January, State Bank surprised the market with a 25 bps increase in the policy rate against expectations of status quo. Positive sentiments are lurking around as the government received USD 1 billion from UAE (out of USD 3 billion) and Saudi Arabia (last tranche), each for Balance of Payment support, while discussions are ongoing with regards to Oil Deferred Facility from UAE. Similarly, China has also committed to lend USD 2 billion for BoP support, which we believe will be enough to avert the near term external crisis.

CPI for the month of January'19 clock in at 7.19%, which will take the average CPI for 7MFY19 to 6.2%. Inflation is expected to further jack up during the last five months of FY19, owing to a low base effect and lagged impact of currency adjustments. Furthermore, government is yet to adjust electricity prices as the gap between base tariff and actual cost of generation has widened significantly. We expect CPI to average around 7.2% in FY19.

On the external front, current account deficit clocked in at USD 8.0 billion in 1HFY19, a YoY reduction of 4.4%. This was well supported by a 10% increase in remittances from last year. While, the trend in general has improved drastically, it has yet to reach sustainable levels. We believe as the impact of lower crude oil prices kicks in and as exports improve owing to pro government policies, the CAD will be brought into a sustainable range. During the month, the foreign exchange reserves increased by USD 1 billion owing to inflows from UAE and Saudi Arabia.

Contractionary policies, external pressures and rising gas and electricity prices have taken their toll on large scale manufacturing which posted a decline of 0.9% YoY in the first five months of FY19. Given initial plans of the ruling government some sense of policy steps can be expected, but given the precarious economic conditions, we think term measures to address twin deficits are critical. The government has cleared the air by going for an IMF program, which we believe was the need of the hour. Alongside, the government will have to address the key structural issues to tread on the path of long term sustainable economic growth.

EQUITY MARKET REVIEW AND OUTLOOK

CY19 started itself on a positive note as the benchmark Index KSE100 posted a gain of -10% in the month of January. Long-awaited foreign buying was seen in the market with foreigners buying USD -16 mn worth of equities, most of the selling was absorbed by Insurance Companies and Individuals who bought USD -19/9 mn respectively. Volumes and values remained flattish MoM averaging -137 mn shares/ PKR -6.1 bn.

Major sectors such as E&Ps, Fertilizers and Commercial Banks outperformed the market generating positive returns of 17.82%/10.19%/9.97% respectively. E&Ps surged due to start of drilling in Indus Basin which is a high potential zone capable of drilling significant flows. Fertilizer sector moved back and forth on expected GIDC reduction/removal in the favour of fertilizer companies; however generated overall positive return on market expectation of fertilizer companies retaining the benefit. The only major sector contributing negatively to index's return was Chemicals that retreated on margins' contraction. Another reason was price correction as Chemicals had been witnessing a continuous rally in previous months.

We believe equity markets generally preempt the economic conditions and as such it is important to consider whether all the economic developments are priced in or not. Therefore, overall valuations and fundamentals of universe companies do play an important role. The overall strategy should tilt towards defensive sectors (E&P's, Power, Fertilizers) while sector which will benefit from changing dynamics on macro front such as rising interest rates (Commercial Banks) should be overweight. In addition to that, government's strong focus on reviving exports should provide a boost to the outlook of export oriented sectors such as Textiles & IT. Despite being negative on cyclical, we believe there will be distressed assets and quality companies which should be looked into as they have a tendency to provide abnormal returns.

MONEY MARKET REVIEW AND OUTLOOK

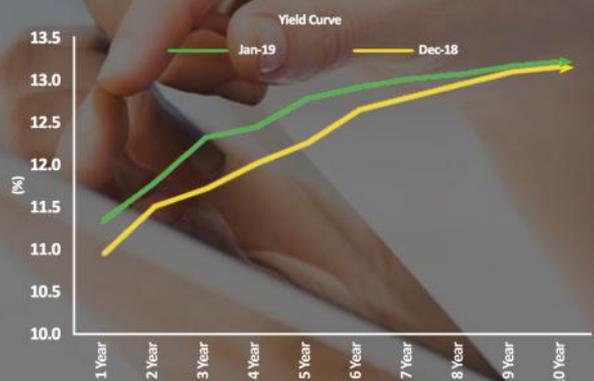
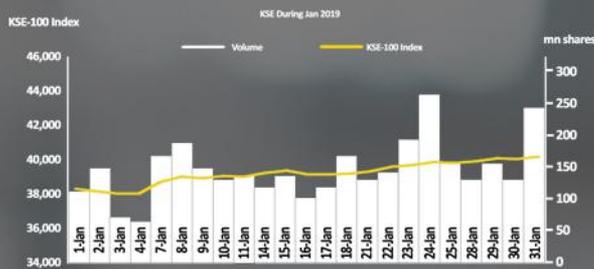
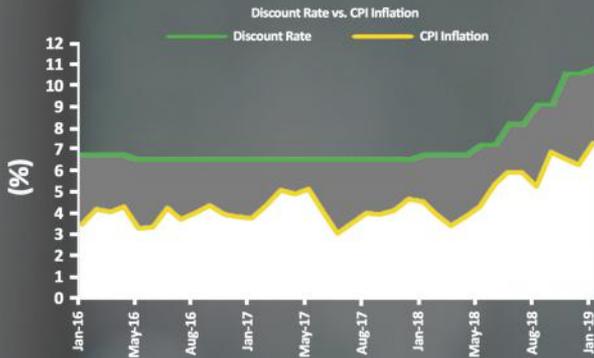
In its latest monetary policy SBP increased policy rate by 25bps, while citing Increasing twin deficits, gigantic number of government borrowing from SBP and persistent pressure on core inflation as the main reasons behind the decision.

During the month long term yield curve showed downward trajectory as most market players were not in favor of any increase in policy rate. This anticipation resulted in healthy activity in longer tenor bonds with most activity taking place in 3 years bond while little to no activity was witnessed in Floater Rate Bonds. For the purpose of liquidity management all other major activity was seen in shorter tenor T-bills.

Auction for fixed coupon PIB bonds was held on January 23, 2019. Total participation of PKR 345.1 billion was witnessed out of which 3, 5 & 10 years tenor received bids worth PKR 149.29 billion, PKR 53.47 billion & 137.33 billion respectively. Bid worth PKR 5 billion were also received in 20 years PIB out of which total PIBs only worth PKR 53.80 billion were accepted. PKR 28.92 billion worth PIBs were accepted in 3 years & PKR 24.87 billion in 5 years at cut off yield of 12.2401% & 12.70% respectively.

State Bank of Pakistan conducted Treasury bill auction on January 30, 2019. The auction had a total maturity of PKR 11.56 billion against which a participation of PKR 104.80 billion was witnessed. Out of total participation 3 months tenor received bids worth PKR 104.4 billion while a meager participation of PKR 380 million was in 6 months whereas, no participation was witnessed in 12 months bill. SBP accepted bids worth PKR 101.49 billion at a cut-off yield of 10.3013% in 3 months tenor whereas, bids in 6 months T-bill were rejected.

Coming months are quite critical as Pakistan would be taking key decisions with regards to funding sources and policy actions to fund the external account. With the government exploring various options to manage its external account, an actual materialization of explored plans shall be critical in setting the economic direction.





January 31, 2019

General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant (Islamic) Income Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)
Stability Rating	AA-(f) by PACRA (28-Dec-18)
Risk Profile	Low
Launch Date	20-Jun-2011
Fund Manager	Syed Mohammad Usama Iqbal
Trustee	Central Depository Company of Pakistan Limited
Auditor	Deloitte Yousuf Adil & Co., Chartered Accountants
Management Fee	10% of Gross Earnings subject to minimum fee of 0.25% of average daily Net Assets [Actual rate of Management Fee:1.05%]
Front end Load*	Class "A" Units: Individual ----- 1.5% Corporate ----- Nil Class "B" Units ----- 0% Bachat Units ----- Nil
Back end Load*	Class "A" Units ----- 0% Class "B" Units: 1.5% on redemption in the first (1st) year from the date of investment 1.0% on redemption in the second (2nd) year from the date of investment 0.0% on redemption after completion of two (2) years from the date of investment Bachat Units: 3% if redeemed before completion of two years from the date of initial investment. 0% if redemption after completion of two years from the date of initial investment Growth & Bachat Units ----- PKR 500 Income Units ----- PKR 100,000
Min. Subscription	Pakistan Stock Exchange
Listing Benchmark	Six (6) months average deposits rates of three (3) A rated Scheduled Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon - Fri (9:00AM to 4:30 PM)
Leverage	Nil
*Subject to government levies	

Others

Provision against Sindh Workers' Welfare Fund's liability

ALHIIF has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 7.03 million ,if the same were not made the NAV per units of ALHIIF would be higher by Rs. 0.2588 and YTD return would be higher by 0.26% .For details investors are advised to read Note 7.1 of the latest Financial Statements for the quarter ended September 30, 2018' of ALHIIF.

Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Asset Class Specialist - Equities
Saad Ahmed	Asset Class Specialist - Fixed Income
Syed Mohammad Usama Iqbal	Fund Manager - Fixed Income Funds
Awais Abdul Sattar, CFA	Head of Research

MCBAH Shariah Supervisory Board

Justice (Rtd.) Muhammad Taqi Usmani	Chairman
Dr. Muhammad Zubair Usmani	Member
Dr. Ejaz Ahmed Samdani	Member

Asset Allocation (%age of Total Assets)

Particulars	Jan-19	Dec-18
Cash	56.6%	52.3%
Others including receivables	1.3%	0.9%
Sukuks	21.0%	18.6%
Shariah Compliant Commercial Papers	9.5%	17.9%
Term Deposit Receipts	11.6%	10.3%

Note: Amount invested by Fund of funds is PKR 1,306 million (45.2% of Total Assets) as of January 31, 2019.

Investment Objective

To generate risk adjusted returns by investing in short, medium and long-term Shariah Compliant Fixed Income instruments.

Manager's Comment

During the month, the fund generated a return of 8.71% against its benchmark return of 3.73%.

Performance Information (%)

Particulars	ALHIIF	Benchmark
Year to Date Return (Annualized)	7.03	2.99
Month to Date Return (Annualized)	8.71	3.73
180 Days Return (Annualized)	7.24	3.06
365 Days Return (Annualized)	6.44	2.75
Since inception (CAGR)	7.22	5.53
Average Annual Return (Geometric Mean)	7.22	-

Returns are computed on the basis of NAV to NAV with dividends reinvested

Top Sukuk Holding (% of Total Assets)

International Brands Limited (15-Nov-17)	11.8%
Aspin Pharma (Private) Limited (30-Nov-17)	6.7%
Ghani Gases Limited (2-Feb-17)	2.4%

Fund Facts / Technical Information

NAV per Unit (PKR)	105.3185
Net Assets (PKR M)	2,860
Net Assets excluding Fund of Funds (PKR M)	1,554
Weighted average time to maturity (Days)	284.00
Sharpe Ratio	-0.01
Standard Deviation	0.04
Correlation***	12.15%
Total expense ratio with government levy**	0.89%
Total expense ratio without government levy	0.68%

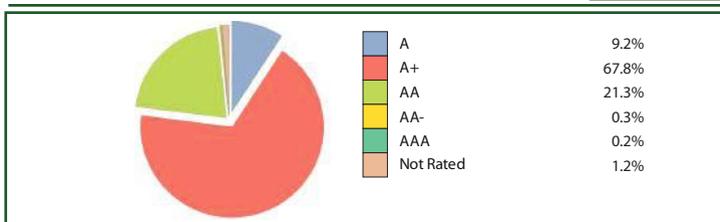
**This includes 0.21% representing government levy, Sindh Workers' Welfare Fund and SECP Fee.

*** as against Benchmark

Annualized

Particulars	2014	2015	2016	2017	2018
Benchmark (%)	6.09	6.29	4.42	3.31	2.44
ALHIIF(%)	8.38	6.55	5.05	6.49	4.96

Asset Quality (%age of Total Assets)



DISCLAIMER

This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results. Performance data does not include the cost incurred directly by an investor in the form of sales loads etc.

MUFAP's Recommended Format

General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant (Islamic) Income Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)
Stability Rating	AA-(f) by PACRA (31-Dec-18)
Risk Profile	Low
Launch Date	10-Apr-18
Fund Manager	Saad Ahmed
Trustee	Central Depository Company of Pakistan Limited
Auditor	EY Ford Rhodes, Chartered Accountants
Management Fee	20% of the gross earnings subject to a minimum of 0.25% of the average daily net assets and maximum of 1.5% of the average daily net assets of the scheme. [Actual rate of Management Fee: 1.52%]
Front end Load*	Individuals ----- Nil Corporate ----- Nil
Back end Load*	Nil
Min. Subscription	PKR 500
Listing	Not Listed
Benchmark	Six (6) months of average deposit rates of three (3) A rated Scheduled Islamic Banks or Islamic window of Conventional Banks as selected by MUFAP.
Pricing Mechanism	Backward
Dealing Days	Online Investment, Redemption & Conversion... Monday - Sunday Investment, Redemption & Conversion through Physical Form... Monday - Friday
Cut off Timing	Online Investment, Redemption & Conversion... 11:59:59 PM Online Conversion of Backward Pricing Fund(s)... 4:30 PM Investment, Redemption & Conversion through Physical Form... 4:30 PM
Leverage	Nil
*Subject to government levies	

Investment Objective

The scheme is aimed at meeting investors' short to medium term investment requirements. The scheme seeks to provide investors' a daily dividend through investment in Shariah Compliant instruments.

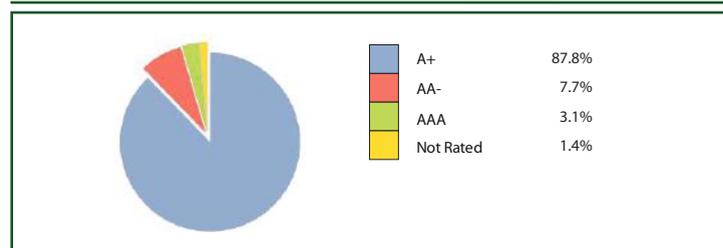
Manager's Comment

During the month, the fund posted a return of 8.82% against its benchmark return of 3.73%. The exposure in cash was increased.

Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Asset Class Specialist - Equities
Saad Ahmed	Asset Class Specialist - Fixed Income
Syed Mohammad Usama Iqbal	Fund Manager Fixed Income Funds
Awais Abdul Sattar, CFA	Head of Research

Asset Quality (%age of Total Assets)



Others

Provision against Sindh Workers' Welfare Fund's liability

ALHDDF has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.17 million, if the same were not the NAV per unit of ALHDDF would be higher by Rs. 0.0592 and YTD return would be higher by 0.06%. For details investors are advised to read Note 6.1 of the latest Financial Statements for the quarter ended September 30, 2018' of ALHDDF.

MCBAH Shariah Supervisory Board

Justice (Rtd.) Muhammad Taqi Usmani	Chairman
Dr. Muhammad Zubair Usmani	Member
Dr. Ejaz Ahmed Samdani	Member

Asset Allocation (%age of Total Assets)

Particulars	Jan-19	Dec-18
Cash	92.7%	90.6%
Term Deposit Receipts	5.9%	7.0%
Others including receivables	1.4%	2.4%

Fund Facts / Technical Information

NAV per Unit (PKR)	100.0000
Net Assets (PKR M)	286
Weighted Average time to maturity (Days)	2.3
Total expense ratio with government levy**	1.06%
Total expense ratio without government levy	0.86%
**This includes 0.2% representing government levy, Sindh Worker's Welfare Fund and SECP fee	

Performance Information (%)

Particulars	ALHDDF	Benchmark
Year to Date Return	7.06	2.98
Month to Date Return	8.82	3.73
180 Days Return	7.24	3.05
365 Days Return	-	-
Since inception	6.54	2.80

Returns are computed on the basis of NAV to NAV with dividends reinvested

Annualized

Particulars	2018*
Benchmark (%)	2.36%
ALHDDF (%)	4.97%
*From April 10, 2018 to June 30, 2018.	



January 31, 2019

General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant Islamic Asset Allocation Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	2-May-2006
Fund Manager	Awais Abdul Sattar, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	A.F.Ferguson & Co. Chartered Accountants
Management Fee	2% per annum of the average daily Net Assets of the scheme
Front end Load *	Type A Units: Individual 3% Corporate Nil
	Type B Units: Nil
	Type C Units (Bachat Units) : Nil
Back end Load*	Type A Units --- NIL Type B Units 3.0% for first year after investment 2.0% for second year after investment 1.0% for third year after investment NIL for redemptions after completion of 3 years from investment Type C-Bachat Units Back end load for two years option: 3% if redeemed before completion of one year (12 Months) from the date of initial investment. 2% if redeemed after completion of one year (12 Months) but before two years (24 Months) from the date of initial investment. 0% if redemption after completion of two years (24 Months) from the date of initial investment. Back end load for three years option: 3% if redeemed before completion of one and a half year (18 Months) from the date of initial investment. 2% if redeemed after completion of one and a half year (18 Months) but before three years (36 Months) from the date of initial investment. 0% if redemption after completion of three years (36 Months) from the date of initial investment.
Min. Subscription	PKR 500
Listing	Pakistan Stock Exchange
Benchmark	KMI 30 Index and Six (6) months average deposit rates of three (3) A rated scheduled Islamic Banks or Islamic Windows of Conventional Banks as selected by MUFAP on the basis of actual proportion held by the Scheme
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Fri (9:00 AM to 4:30 PM)
Leverage	Nil
	*Subject to government levies

Investment Objective

The objective of the fund is to provide medium to long term capital appreciation through investing in Shariah compliant investments in Pakistan and Internationally.

Manager's Comment

During the month, the fund generated a return of 5.7% against its benchmark return of 9.25%. Exposure in cash was reduced.

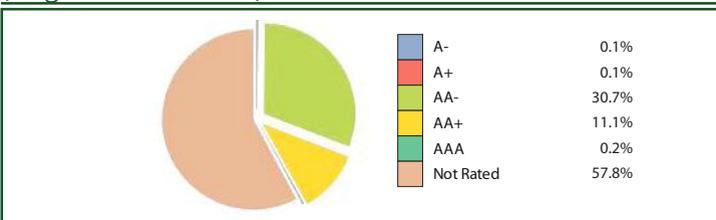
Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Chief Investment Officer
Syed Abid Ali	Asset Class Specialist - Equities
Saad Ahmed	Asset Class Specialist - Fixed Income
Awais Abdul Sattar, CFA	Head of Research
Mohammad Aitazaz Farooqui, CFA	Senior Research Analyst

MCBAH Shariah Supervisory Board

Justice (Rtd.) Muhammad Taqi Usmani	Chairman
Dr. Muhammad Zubair Usmani	Member
Dr. Ejaz Ahmed Samdani	Member

Asset Quality - Inclusive of equity portfolio (%age of Total Assets)



Others

Provision against Sindh Workers' Welfare Fund's liability

ALHAA has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 8.85 million, if the same were not made the NAV per unit of ALHAA would be higher by Rs. 0.1682 and YTD return would be higher by 0.24%. For details investors are advised to read Note 12.1 of the latest Financial Statements for the quarter ended September 30, 2018' of ALHAA.

Asset Allocation (%age of Total Assets)

Particulars	Jan-19	Dec-18
Others including receivables	0.6%	0.6%
Cash	42.2%	45.7%
Stock /Equities	57.2%	53.7%

Performance Information (%)

Particulars	ALHAA	Benchmark
Year to Date Return	1.76	-2.56
Month to Date Return	5.70	9.25
180 Days Return	0.22	-4.22
365 Days Return	-0.69	-6.41
Since inception	295.80	390.23

Returns are computed on the basis of NAV to NAV with dividends reinvested

Particulars	2014	2015	2016	2017	2018
Benchmark (%)	28.51	17.47	13.53	18.07	-7.96
ALHAA (%)	18.89	35.59	5.09	27.74	-4.06

Top 10 Holdings (%age of Total Assets)

Particulars	Equity	%
Oil & Gas Development Company Limited	Equity	5.3%
Engro Corporation Limited	Equity	4.5%
Pakistan Petroleum Limited	Equity	7.1%
Engro Fertilizer Limited	Equity	4.7%
Hub Power Company Limited	Equity	4.7%
Lucky Cement Limited	Equity	4.4%
Pakistan Oilfields Limited	Equity	3.7%
Sui Northern Gas Company Limited	Equity	3.2%
Meezan Bank Limited	Equity	3.0%
Engro Polymer and Chemicals Limited	Equity	5.0%

Fund Facts / Technical Information

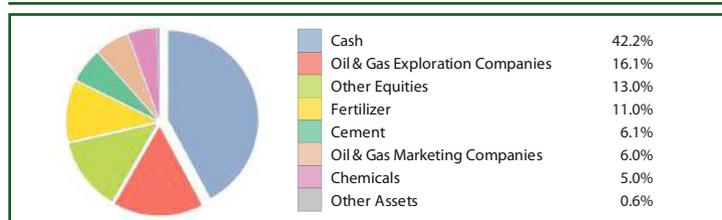
Particulars	ALHAA
NAV per Unit (PKR)	71.2815
Net Assets (PKR M)	3,748
Sharpe Ratio	0.04
Beta	0.64
Standard Deviation	0.74
Correlation***	81.98%
Total expense ratio with government levy**	1.94%
Total expense ratio without government levy	1.68%

***This includes 0.26% representing government levy, Sindh Worker's Welfare Fund and SECP fee
** as against Benchmark

Branch Renovation Expense Charged to the Fund (PKR)

	MTD	YTD
	1,258,677	8,912,320

Sector Allocation (%age of Total Assets)



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MUFAP's Recommended Format



January 31, 2019

General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant Equity Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)
Stability Rating	Not Applicable
Risk Profile	High
Launch Date	11-Sept-2004 (Converted into Shariah Compliant Islamic Fund with effect from July 01,2015)
Fund Manager	Awais Abdul Sattar CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	Deloitte Yousuf Adil & Co., Chartered Accountants
Management Fee	2.0% p.a.
Front end Load*	Type "B" Units: Individual 3% Corporate Nil
Back end Load*	Type "C" Units Bachat Units(Two Years)-----Nil Bachat Units(Three Years)-----Nil Type "B" Units ----- Nil Type "C" Units - Bachat Units(Two Years): 3% if redeemed before completion of two (2) years from the date of intial investment. 0% if redemption after completion of two (2) years from the date of initial investment. Type "C" Units - Bachat Units(Three Years): 3% if redeemed before completion of three (3) years from the date of initial investment. 0% if redemption after completion of three (3) years from the date of initial investment.
Min. Subscription Listing	PKR 500 Pakistan Stock Exchange
Benchmark	KMI-30 Index
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon - Fri (9:00AM to 4:30 PM)
Leverage	Nil
*Subject to government levies	

Others

Provision against Sindh Workers' Welfare Fund's liability

ALHISF has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 9.95 million, if the same were not made the NAV per unit of ALHISF would be higher by Rs. 0.0355 and YTD return would be higher by 0.33%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the quarter ended September 30, 2018* of ALHISF.

Asset Allocation (%age of Total Assets)

Particulars	Jan-19	Dec-18
Cash	13.3%	14.6%
Others including receivables	0.4%	1.7%
Stock / Equities	86.3%	83.7%

Note: Amount invested by fund of funds is PKR 684 million (23.1% of Total Assets) as of January 31, 2019.

Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Chief Investment Officer
Saad Ahmed	Asset Class Specialist - Fixed Income
Syed Abid Ali	Asset Class Specialist - Equities
Awais Abdul Sattar, CFA	Head of Research
Mohammad Aitazaz Farooqui, CFA	Senior Research Analyst

MCBAH Shariah Supervisory Board

Justice (Rtd.) Muhammad Taqi Usmani	Chairman
Dr. Muhammad Zubair Usmani	Member
Dr. Ejaz Ahmed Samdani	Member

Top 10 Equity Holdings (%age of Total Assets)

Pakistan Petroleum Limited	10.4%
Oil & Gas Development Company Limited	10.1%
Hub Power Company Limited	7.0%
Engro Polymer and Chemicals Limited	6.6%
Engro Corporation Limited	5.0%
Engro Fertilizer Limited	5.0%
Meezan Bank Limited	4.8%
Lucky Cement Limited	4.4%
Pakistan Oilfields Limited	4.4%
Sui Northern Gas Company Limited	3.9%

Investment Objective

The objective of the Fund is to provide investors long term capital appreciation from its investment in Shariah Compliant Equity Securities.

Manager's Comment

The Fund posted a return of 8.15% in January 2019 compared to its benchmark return of 11.60%. At the month end, the fund was 86.3% invested in equities, while remaining in cash.

Performance Information

Particulars	ALHISF	Benchmark
Year to Date Return	-3.99	-3.93
Month to Date Return	8.15	11.60
180 Days Return	-4.34	-5.95
365 Days Return	-8.57	-8.50
Since inception	13.54	17.38

Returns are computed on the basis of NAV to NAV with dividends reinvested

Particulars	2014	2015	2016	2017	2018
Benchmark (%)	41.16	16.01	15.53	18.80	-9.59
ALHISF (%)	31.38	19.20	3.90	29.97	-12.00

Sector Allocation (%age of Total Assets)



Oil & Gas Exploration Companies	24.9%
Other Equities	22.3%
Cash & Other	13.7%
Fertilizer	12.5%
Oil & Gas Marketing Companies	10.3%
Cement	8.9%
Chemicals	7.4%

Fund Facts / Technical Information

Particulars	ALHISF	KMI-30
NAV per Unit (PKR)	10.35	
Net Assets (PKR M)	2,905	
Net Assets excluding fund of funds(PKR M)	2,221	
Price to Earning (x)*	8.85	7.90
Dividend Yield (%)	6.30	7.10
No. of Holdings	39	30
Weighted Avg. Market Cap. (PKR Bn)	152	187
Sharpe Ratio	0.000	0.006
Beta	0.79	
Correlation**	94.00%	
Standard Deviation	0.95	1.13
Total expense ratio with government levy***	2.18%	
Total expense ratio without government levy	1.96%	

*prospective earnings

** as against Benchmark

***This includes 0.22% representing government levy, Sindh Worker's Welfare Fund and SECP fee

Branch Renovation Expense Charged to the Fund (PKR)

	MTD	YTD
	885,213	7,557,103

DISCLAIMER

This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the financial markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results. Performance data does not include the cost incurred directly by an investor in the form of sales loads etc.

MUFAP's Recommended Format



General Information

Plan Type	An Open End Scheme	
Category	Shariah Compliant Islamic Asset Allocation Plan	
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)	
Stability Rating	Not Applicable	
Risk Profile	Moderate to High	
Launch Date	29-Dec-16	
Fund Manager	Syed Abid Ali	
Trustee	MCB Financial Services Limited	
Auditor	EY Ford Rhodes, Chartered Accountants	
Management Fee	1% p.a. on average annual net assets on a portion not invested in mutual funds of MCB Arif Habib Savings and Investments Limited.	
Front end Load*	Individuals	3%
	Corporate	Nil
Back end Load*	Nil	
Contingent Load*	3%	
Min. Subscription	PKR 500	
Listing	Pakistan Stock Exchange	
Benchmark	KMI-30 Index and six (6) months average deposit rates of three (3) "A" rated Scheduled Islamic Banks or Islamic Windows of Conventional Banks on the basis of actual proportion held by the scheme	
Pricing Mechanism	Forward	
Dealing Days	Monday - Friday	
Cut off Timing	Mon-Thurs (9:00 AM to 4:30 PM)	
Leverage	Nil	

*Subject to government levies

Investment Objective

Alhamra Islamic Active Allocation Plan-I is a Shariah Compliant Islamic Asset Allocation Plan with an objective to earn a potentially high return through active asset allocation among Shariah Compliant Islamic Scheme based on the Fund Manager's outlook of the asset classes.

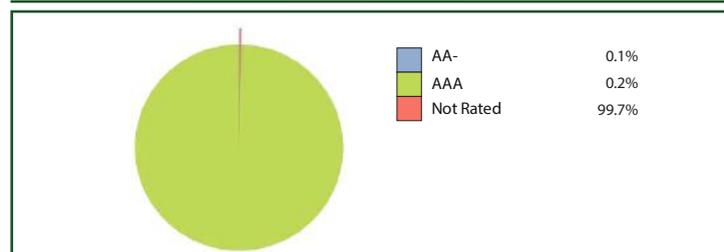
Manager's Comment

During the month, the fund posted a return of 1.68% against its benchmark return of 1.15%. The exposure in cash was decreased and exposure in Alhamra Islamic Stock Fund was increased.

Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Chief Investment Officer
Syed Abid Ali	Asset Class Specialist - Equities
Saad Ahmed	Asset Class Specialist - Fixed Income
Awais Abdul Sattar, CFA	Head of Research
Mohammad Aitazaz Farooqui, CFA	Senior Research Analyst

Asset Quality (%age of Total Assets)



Others

Provision against Sindh Workers' Welfare Fund's liability
ALHIAAP-I has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.85 million, if the same were not made the NAV per unit of ALHIAAP-I would be higher by Rs. 0.0679 and YTD return would be higher by 0.07%. For details investors are advised to read Note 6.1 of the latest Financial Statements for the quarter ended September 30, 2018' of ALHIAAF.

Asset Allocation (%age of Total Assets)

Particulars	Jan-19	Dec-18
Alhamra Islamic Income Fund	69.5%	83.2%
Cash	0.3%	1.9%
Alhamra Islamic Stock Fund	30.2%	10.1%
Others including receivables	0.0%	4.8%

Fund Facts / Technical Information

NAV per Unit (PKR)	95.2329
Net Assets (PKR M)	1,193
Total expense ratio with government levy*	0.36%
Total expense ratio without government levy	0.24%

*This includes 0.12% representing government levy, Sindh Worker's Welfare Fund and SECP fee

Performance Information (%)

Particulars	ALHIAAP- I	Benchmark
Year to Date Return	2.21	-8.24
Month to Date Return	1.68	1.15
180 Days Return	1.73	-9.13
365 Days Return	0.26	-9.69
Since inception	-4.01	-14.53

Returns are computed on the basis of NAV to NAV with dividends reinvested

Absolute

Particulars	2017*	2018
Benchmark (%)	-1.34	-5.59
ALHIAAP-I (%)	0.81	-6.84

*From December 29, 2016 to June 30, 2017.



General Information

Plan Type	An Open End Scheme
Category	Shariah Compliant Islamic Asset Allocation Plan
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)
Stability Rating	Not Applicable
Risk Profile	Moderate to High
Launch Date	16-June-17
Fund Manager	Syed Abid Ali
Trustee	MCB Financial Services Limited
Auditor	EY Ford Rhodes, Chartered Accountants
Management Fee	1% p.a. on average annual net assets on a portion not invested in mutual funds of MCB Arif Habib Savings and Investments Limited
Front end Load*	Individuals 3% Corporate Nil
Back end Load*	Nil
Contingent Load*	3% if redeemed within twelve months from the date of Investment 1% if redeemed after twelve months and before twenty four months from the date of Investment.
Min. Subscription Listing	PKR 500 Pakistan Stock Exchange
Benchmark	KMI-30 Index and six (6) months average deposit rates of three (3) "A" rated Scheduled Islamic Banks or Islamic Windows of Conventional Banks on the basis of actual proportion held by the scheme
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon-Thurs (9:00 AM to 4:30 PM)
Leverage	Nil

*Subject to government levies

Others

Provision against Sindh Workers' Welfare Fund's liability
ALHIAAP-II has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.27 million ,if the same were not made the NAV per unit of ALHIAAP-II would be higher by Rs. 0.0343 and YTD return would be higher by 0.03% .For details investors are advised to read Note 6.1 of the latest Financial Statements for the quarter ended September 30, 2018' of ALHIAAF.

Asset Allocation (%age of Total Assets)

Particulars	Jan-19	Dec-18
Cash	2.2%	2.3%
Alhamra Islamic Stock Fund	40.1%	34.0%
Alhamra Islamic Income Fund	57.7%	63.7%

Fund Facts / Technical Information

NAV per Unit (PKR)	99.9247
Net Assets (PKR M)	773
Total expense ratio with government levy*	0.23%
Total expense ratio without government levy	0.14%

*This includes 0.09% representing government levy, Sindh Worker's Welfare Fund and SECP fee

Investment Objective

Alhamra Islamic Active Allocation Plan-II is a Shariah Compliant Islamic Asset Allocation Plan with an objective to earn a potentially high return through active asset allocation among Shariah Compliant Islamic Scheme based on the Fund Manager's outlook of the asset classes.

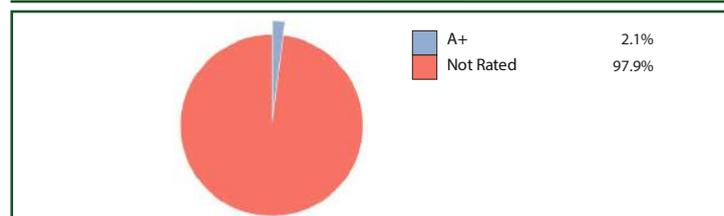
Manager's Comment

During the month, the fund posted a return of 3.23% against its benchmark return of 3.40%. The exposure in Alhamra Islamic Stock Fund was increased.

Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Chief Investment Officer
Syed Abid Ali	Asset Class Specialist - Equities
Saad Ahmed	Asset Class Specialist - Fixed Income
Awais Abdul Sattar, CFA	Head of Research
Mohammad Aitazaz Farooqui, CFA	Senior Research Analyst

Asset Quality (%age of Total Assets)



Performance Information (%)

Particulars	ALHIAAP- II	Benchmark
Year to Date Return	0.56	-6.07
Month to Date Return	3.23	3.40
180 Days Return	0.12	-7.00
365 Days Return	-1.16	-7.59
Since inception	0.31	-7.64

Returns are computed on the basis of NAV to NAV with dividends reinvested

Absolute

Particulars	2017*	2018
Benchmark (%)	0.10	-1.77
ALHIAAP-II (%)	0.19	-0.43

*From June 16, 2017 to June 30, 2017.



General Information

Fund Type	An Open End Scheme
Category	Islamic Voluntary Pension Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (08-Oct-18)
Stability Rating	Not Applicable
Launch Date	15-Nov-07
Fund Manager	Awais Abdul Sattar, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	EY Ford Rhodes, Chartered Accountants
Management Fee	1.5% p.a.
Front / Back end Load*	3% / 0%
Min. Subscription	PKR 500
Pricing Mechanism	Forward
Dealing Days	Monday - Friday
Cut off Timing	Mon - Fri (9:00 AM to 5:00 PM)
Leverage	Nil

*Subject to government levies

Investment Objective

The investment objective of the fund is to seek steady returns with a moderate risk for investors by investing in a portfolio of equity, short medium term debt and money market instruments.

Manager's Comment

Equity sub-fund generated return of 7.77% during the month. Overall allocation in equity was increased.

Debt sub-fund generated a return of 6.50% during the month. GOP Ijara Sukuk exposure was decreased.

Money Market sub-fund generated a return of 7.65% during the month. The exposure in cash was slightly increased.

MCBAH Shariah Supervisory Board

Justice (Rtd.) Muhammad Taqi Usmani	Chairman
Dr. Muhammad Zubair Usmani	Member
Dr. Ejaz Ahmed Samdani	Member

Members of the Investment Committee

Muhammad Saqib Saleem	Chief Executive Officer
Muhammad Asim, CFA	Chief Investment Officer
Syed Abid Ali	Asset Class Specialist - Equities
Saad Ahmed	Asset Class Specialist - Fixed Income
Awais Abdul Sattar, CFA	Head of Research
Muhammad Aitazaz Farooqui, CFA	Senior Research Analyst

Top 10 Equity Holdings (%age of Total Assets)-Equity Sub Fund

Pakistan Petroleum Limited	8.5%
Engro Fertilizer Limited	7.6%
Hub Power Company Limited	7.6%
Oil & Gas Development Company Limited	7.0%
Engro Corporation Limited	5.9%
Pakistan Oilfields Limited	5.6%
Engro Polymer and Chemicals Limited	5.1%
Lucky Cement Limited	4.5%
Sui Northern Gas Company Limited	4.2%
Systems Limited	3.5%

Others

Provision against Sindh Workers' Welfare Fund's liability

ALHIPF-DT has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.62 million, if the same were not made the NAV per unit would be higher by Rs. 0.5044 per unit and YTD return would be higher by 0.25%. For details investors are advised to read Note 8.2 of the latest Financial Statements for the quarter ended September 30, 2018' of ALHIPF.

ALHIPF-EQ has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 2.35 million, if the same were not made the NAV per unit would be higher by Rs. 2.3897 per unit and YTD return would be higher by 0.47%. For details investors are advised to read Note 8.2 of the latest Financial Statements for the quarter ended September 30, 2018' of ALHIPF.

ALHIPF-MM has maintained provisions against Sindh Workers Welfare Fund's Liability to the tune of Rs. 0.22 million, if the same were not made the NAV per unit would be higher by Rs. 0.4171 per unit and YTD return would be higher by 0.23%. For details investors are advised to read Note 8.2 of the latest Financial Statements for the quarter ended September 30, 2018' of ALHIPF.

ALHIPF -Money Market (%age of Total Assets)

Particulars	Jan-19	Dec-18
Others including receivables	1.1%	0.7%
Cash	94.9%	93.2%
Commercial Paper	4.0%	4.0%
GoP Ijara Sukuk	0.0%	2.1%

ALHIPF -Debt (%age of Total Assets)

Particulars	Jan-19	Dec-18
Sukuk	10.0%	10.2%
Others including receivables	1.6%	1.4%
Cash	55.4%	47.0%
Commercial Paper	5.8%	7.8%
GoP Ijara Sukuk	27.2%	33.6%

ALHIPF -Equity (%age of Total Assets)

Particulars	Jan-19	Dec-18
Other equity sectors	29.1%	31.4%
Oil & Gas Exploration Companies	21.2%	22.5%
Cement	8.1%	8.6%
Fertilizer	13.6%	13.3%
Power Generation & Distribution	7.6%	7.7%
Others including receivables	3.5%	1.2%
Cash	8.5%	6.8%
Oil & Gas Marketing Companies	8.4%	8.5%

Performance Information & Net Assets

Particulars	ALHIPF-EQ*	ALHIPF-DT**	ALHIPF-MM**
Year to Date Return (%)	-2.91	5.45	5.79
Month to Date Return (%)	7.77	6.50	7.65
Since inception (%)	397.61	6.61	5.65
Net Assets (PKR M)	490.47	254.96	98.73
NAV (Rs. Per unit)	498.61	205.81	185.97

Returns are computed on the basis of NAV to NAV with dividends reinvested

Particulars	2014	2015	2016	2017	2018
ALHIPF - EQ*	42.10	39.53	14.84	33.21	-12.16
ALHIPF - DT**	8.22	4.76	4.04	4.46	2.99
ALHIPF - MM**	6.86	4.80	2.36	3.78	3.34

* Total Return ** Annualized return

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