



BACHAT SHARIAT KE MUTABIQ

MONEY MATTERS

Fund Manager's Report
MARCH 2018



MCB-ARIF HABIB
Savings and Investments Limited

AM2₊₊
BY PACRA

FUND PERFORMANCE



Fund Returns

Funds	YTD (FY 18)	(July 2016 to June 2017)	(July 2015 to June 2016)
Islamic Income Scheme			
Alhamra Islamic Income Fund (Formerly: MCB Islamic Income Fund)	4.80%	6.49%	5.05%
Shariah Compliant Fund of Funds			
Alhamra Islamic Active Allocation Plan-I (Inception Date: 29-Dec-2016)	-2.80%	0.81%*	n/a
Alhamra Islamic Active Allocation Plan-II (Inception Date:16-Jun-2017)	3.62%	0.19%**	n/a
Islamic Equity Scheme			
Alhamra Islamic Stock Fund (Formerly: MCB Pakistan Islamic Stock Fund)	-4.00%	29.97%	3.90%
Islamic Asset Allocation Scheme			
Alhamra Islamic Asset Allocation Fund (Formerly: Pakistan International Element Islamic Asset Allocation Fund)	0.70%	27.74%	5.09%
Islamic Voluntary Pension Scheme			
Alhamra Islamic Pension Fund-Debt (Formerly: Pakistan Islamic Pension Fund-Debt)	2.63%	4.46%	4.04%
Alhamra Islamic Pension Fund-Money Market (Formerly: Pakistan Islamic Pension Fund-Money Market)	3.14%	3.78%	2.36%
AlhamRra Islamic Pension Fund-Equity (Formerly: Pakistan Islamic Pension Fund-Equity)	-5.83%	33.21%	14.84%

* 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,

Greetings from your trusted savings partner.

Thank you for the time and effort taken to review our Fund Manager's Report for the month of March 2018. We would like to extend our sincere gratitude to investors for their continuous support and for giving us the opportunity to serve you. It is your trust and confidence which drives and motivates us to constantly strive for continuous improvements in our services so that we can provide you with best in class products.

For this month's letter we would like to inform our investors about the benefit of Tax Savings by investing in Mutual Funds and Voluntary Pension Schemes (VPS). Tax rebate* is a government incentive provided to individual investors wherein they can save up to 20% of their annual tax by investing in Mutual Funds and an additional 30% by simultaneous investment in Voluntary Pension Schemes. The process for gaining this advantage is much simpler than it sounds. It requires investors to calculate their minimum required investment (for their given taxable annual income) through a tax calculator available on our website, make the required investment, generate an account statement and submit that account statement to their respective payroll or HR department for tax adjustment against their tax deductions. For mutual fund investment, process can be made even simpler by using iSave, our digital savings portal allowing you to open a mutual funds account and carry out all investment transactions completely online. We will shortly be adding VPS to iSave also.

We understand how important your money is for you and our passion is to provide you with better investment opportunities while making savings easier and convenient. By opting for Tax Rebate* of up to 50% on their taxable income via mutual funds and VPS, our valued customers are enjoying the twin benefits higher disposable income and better long term capital appreciation on their investment than conventional low interest bearing bank deposits or substantially lower profit paying National Saving Schemes.

You can further get more details and guidance on Tax Rebate by logging on to www.mcbah.com/detax/. If you have any query, please feel free to contact us via WhatsApp 0300-4362224 or call us on our 24/7 helpline at 0800-622-24.

*Tax rebate is calculated in accordance with the requirements of Income Tax Ordinance 2001

Mutual Funds Zaroori Hai!

Yours sincerely,



Muhammad Saqib Saleem

Chief Executive Officer



MACRO-ENVIRONMENT REVIEW AND OUTLOOK

The month of March ended with the breaking news was once again the surprise decision by the monetary policy committee, the MPC decided to maintain status quo with respect to discount rate contrary to consensus estimates of rise ranging from 25bps to 50bps, which were further reinforced by -4.3% depreciation in PKR.

Due to slow down in the prices of perishables' prices the inflation for the month of March remained muted at 3.25%, Non food inflation on the other hand continued its robust trajectory at 5.44% YoY. Inflation for the 9MFY18 has averaged at 3.78%. With respect to 4QFY18 we expect inflation to move upwards as prices gain momentum with on set of Ramadan and impact of - 10% PKR depreciation snowballs.

The foreign exchange reserves continue to decline with alarming speed. SBP import cover stands at 2.74x (months of imports) barely above the threshold of 2.2x which will trigger loan covenants for many of our multilateral lenders. We remain skeptical of Pakistan's ability to avoid another IMF program in the near future. Nevertheless, the success of amnesty scheme can allay concerns toward external account for short run.

As per provisional numbers tax collection for 9MFY18 has recorded YoY growth of 15.5% (- PKR 2.621 trillion as against -PKR 2.260 trillion last year), falling only slightly behind the annual target requirement of 19%. While the tax collection is commendable, we still have concerns over the government's ability to achieve the target fiscal deficit, owing to record public and provincial expenditures in the election year.

EQUITY MARKET REVIEW AND OUTLOOK

The benchmark KSE100 index posted a decent gain of 5.4% in Mar-2018 to close at 45,560.30 points. Developments on the macro front alongwith relative calm on the political front (Senate elections held on Mar 3'18) drove market performance during the month. In this regard, currency depreciation and consequent firming up of interest rate hike expectations were the most prominent highlights, rejuvenating interest in selected sectors (Textiles, Electricity, Oil&Gas and Banks). Like the previous months, macro vulnerabilities once again came on the forefront as burgeoning current account deficit and higher debt servicing continued to exert pressure on SBP's forex reserves. Furthermore, announcement of a status quo in Monetary Policy on Mar 30'18 was quite contrary to market expectations.

While volumes remained low amidst lack of activity in the market, there was a reversal of trend in foreign participation in the last ten days with foreigners buying equities worth US\$6.4mn post currency depreciation. In the month of March as a whole, foreigners liquidated -USD 22.567 mn worth of equities which was majorly absorbed by Corporates (USD 40.38 mn) and Insurance Companies (USD 20.25 mn). Average volume/value traded deteriorated by 5.7/3.6% respectively.

Positive contribution to the index was led by Cements (+10.1%), Pharmaceuticals (+10.9%), Chemicals (8.1%), Power (6.7%) and Commercial Banks (6.6%). Refinery was the only major sector that ended in the negative region (-3.8%). Cement sector rallied on the back of price increase of -Rs.50/bag in a phased manner throughout the month as well as improved dispatches number. Power and Banks surged due to currency depreciation of -5% at the end of third week of the month. KEL garnered investor interest after the Government of Pakistan assured SEPL of its support. The movement in the Chemicals sector was due to higher global chemicals margins.

Going forward, we expect market to remain volatile owing to emerging concerns on economy. We continue to track trends in economic indicators of the country and adjust our portfolio accordingly. While we reiterate our view of limited downside in stock market, in the interim; we believe the road to general elections scheduled next year may continue to test patience of equity investors. In the near-term, budgetary news flow (scheduled on 27-Apr-2018) would be predominate factor along with much talked about amnesty scheme would likely remain the key drivers.

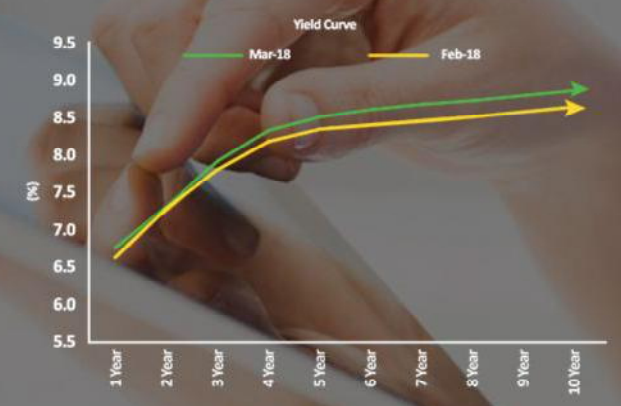
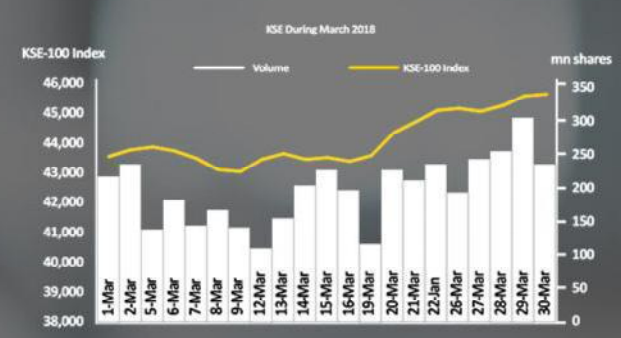
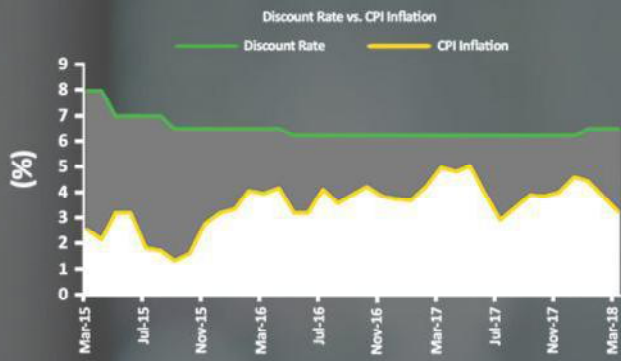
MONEY MARKET REVIEW AND OUTLOOK

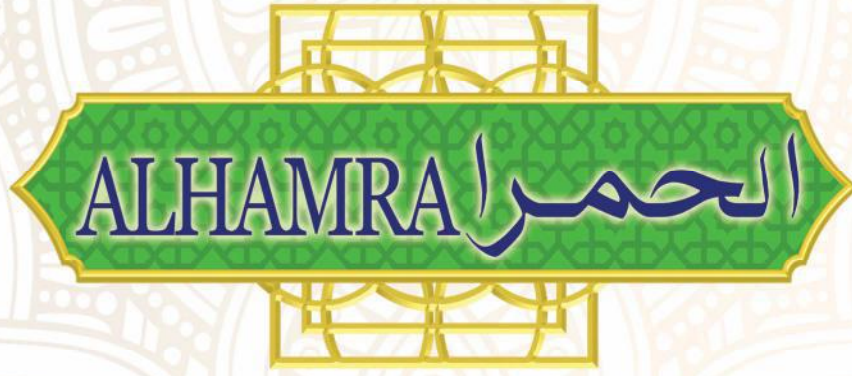
In latest MPS held on March 29, 2018 State bank of Pakistan against market expectation kept the Policy rate at 6%. SBP highlighted three main factors for keeping the that policy rate intact, a) moderate inflation of 4.1% (Jan- Feb FY18) b) improvements in export performance and c) growth of remittances by 3.4% in FY18 so far.

Bonds yield curve showed an upward trajectory during the month due to market expectation of a probable increase in policy rate. However, since policy rate has been kept at 6% it is now expected selling pressure in bonds will ease off and yields across the board will come down. GOP conducted regular OMO injections and Mop ups to keep liquidity managed.

PIB auction held on March 22, 2018 highlighted the fact that market expected an increase in policy rate as total participation of only PKR 9.9 billion was witnessed. 3 years PIB received majority of the bids amounting to PKR 8.8 billion, 5 years PIB receive bids worth PKR 0.99 billion whereas no participation was witnessed in 10 years PIB. Insignificant amount of participation resulted in the auction being rejected. In latest Treasury bill auction once again market interest remained with shorter tenor T-bill where all bids were received in 3 months paper. The auction witnessed a total participation of PKR 13.8 billion against maturity of PKR 576 billion and target of PKR 650 billion out of which SBP accepted PKR 20 billion at cut off yield of 6.2591%.

Going forward an increase in Policy Rate is expected to sustain macroeconomic stability. Recent currency devaluation along with limited growth in exports and remittance is not enough to help increase FX reserve to a healthy level or to control the current account deficit which seems to be growing towards unsustainable territories.





BACHAT **SHARIAT** KE MUTABIQ

HALAL SARMAYAKARI

Under the Supervision of

Justice (Rtd.) Muhammad Taqi Usmani
CHAIRMAN SHARIAH SUPERVISORY BOARD

Dr. Muhammad Zubair Usmani
SHARIAH ADVISOR

Dr. Ejaz Ahmed Samadani
SHARIAH ADVISOR



General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant (Islamic) Income Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (23-Jun-17)
Stability Rating	AA-(f) by PACRA (12-Jul-17)
Risk Profile	Low
Launch Date	20-Jun-2011
Fund Manager	Syed Mohammad Usama Iqbal
Trustee	Central Depository Company of Pakistan Limited
Auditor	A.F.Ferguson & Co. Chartered Accountants
Management Fee	10% of Gross Earnings subject to minimum fee of 0.25% of average daily Net Assets
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
Min. Subscription	Growth & Bachat Units ----- PKR 500 Income Units ----- PKR 100,000
Listing	Pakistan Stock Exchange
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	

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 an annualized return of 5.25% as against its benchmark return of 2.48%. The fund increased its exposure in cash to 56.8% from 49.6% while in Ijara Sukuks and Sukuks, fund decreased its exposure to 1.6% and 21.5% respectively.

Fund Facts / Technical Information

NAV per Unit (PKR)	104.7149
Net Assets (PKR M)	3,200
Net Assets excluding Fund of Funds (PKR M)	1,894
Weighted average time to maturity (Days)	344
Sharpe Ratio	-0.01
Correlation***	10.3%
Standard Deviation	0.05
Total expense ratio with government levy**	0.90%
Total expense ratio without government levy	0.69%

**This includes 0.21% representing government levy, Sindh workers' welfare fund and SECP Fee.
*** as against benchmark

Top Sukuk Holding (% of Total Assets)

International Brands Limited (15-Nov-17)	10.7%
Aspin Pharma (Private) Limited (30-Nov-17)	6.2%
Ghani Gases Limited (2-Feb-17)	2.6%
Engro Fertilizer Limited (9-Jul-14)	1.9%

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 3.94 million, if the same were not made the NAV per unit of ALHIIF would be higher by Rs 0.1290 and YTD return would be higher by 0.13%. For details investors are advised to read Note 7.1 of the latest Financial Statements for the half year ended December 31, 2017 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	March-18	Feb-18
Cash	56.8%	49.6%
GoP Ijara Sukuks	1.6%	1.8%
Sukuk	21.5%	23.4%
Certificate of Musharakah	9.9%	10.8%
Certificate of Modaraba	4.7%	8.4%
Others including receivables	0.9%	1.1%
Shariah Compliant Commercial Papers	4.6%	4.9%
TFCs	0.0%	0.0%

Note: Amount invested by Fund of funds is PKR 1,306 million (40.5% of Total Assets) as of March 31, 2018.

Performance Information (%)

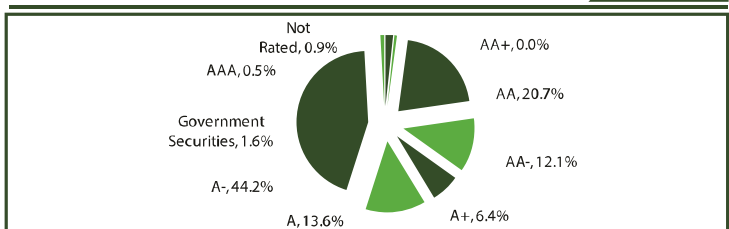
Particulars	ALHIIF	Benchmark
Year to Date Return (Annualized)	4.80%	2.47%
Month to Date Return (Annualized)	5.25%	2.48%
180 Days Return (Annualized)	5.13%	2.53%
365 Days Return (Annualized)	5.12%	2.48%
Since inception (CAGR)	7.30%	5.91%
Average Annual Return (Geometric Mean)	7.12	-

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

Annualized

Particulars	2013	2014	2015	2016	2017
Benchmark (%)	6.30	6.09	6.29	4.42	3.31
ALHIIF (%)	8.90	8.38	6.55	5.05	6.49

Asset Quality (%age of Total Assets)



DISCLAIMER

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MUFAP's Recommended Format



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 (23-Jun-17)
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	EY Ford Rhodes, 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
Back end Load*	Type B Units: Nil Type C Units (Bachat Units) : Nil 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 Bachat Units (Two Years): 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. Bachat Units (Three Years): 3% if redeemed before completion of three years from the date of initial investment. 0% if redemption after completion of three years 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

The fund posted a return of 2.59% as against its benchmark return of 3.76% during the month. Exposure in equities was increased to 39.6% from 37.2% while allocation in cash decreased to 55.7% from 58.5%. Exposure in Shariah compliant Bank deposits was increased to 3.0%.

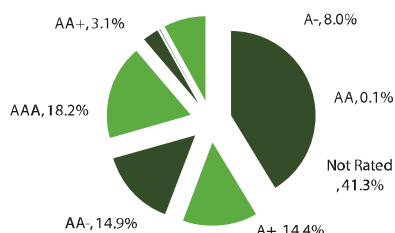
Members of the Investment Committee

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	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 9.19 million, if the same were not made the NAV per unit of ALHAA would be higher by Rs. 0.2130 and YTD return would be higher by 0.29%. For details investors are advised to read Note 7.1 of the latest Financial Statements for half year ended December 31, 2017 of ALHAA.

Asset Allocation (%age of Total Assets)

Particulars	March-18	Feb-18
Cash	55.7%	58.5%
Stock /Equities	39.6%	37.2%
Sukuk	0.0%	0.0%
Others including receivables	1.7%	1.4%
Shariah Compliant Bank Deposits	3.0%	2.9%

Performance Information (%)

Particulars	ALHAA	Benchmark
Year to Date Return	0.70%	-1.95%
Month to Date Return	2.59%	3.76%
180 Days Return	6.37%	6.77%
365 Days Return	1.50%	-5.15%
Since inception	308.25%	435.96%

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

	2013	2014	2015	2016	2017
Benchmark (%)	46.60	28.51	17.47	13.53	18.07
ALHAA (%)	28.40	18.89	35.59	5.09	27.74

Top 10 Holdings (%age of Total Assets)

Company Name	Equity	Percentage
Oil and Gas Development Company Limited	Equity	5.1%
Nishat Mills Limited	Equity	3.4%
Pakistan Oilfields Limited	Equity	3.3%
Lucky Cement Limited	Equity	3.1%
Engro Fertilizers Limited	Equity	3.0%
Engro Corporation Limited	Equity	2.7%
Hub Power Company Limited	Equity	2.6%
Maple Leaf Cement Factory Limited	Equity	2.4%
Pakistan Petroleum Limited	Equity	2.0%
AGP Limited	Equity	1.7%

Fund Facts / Technical Information

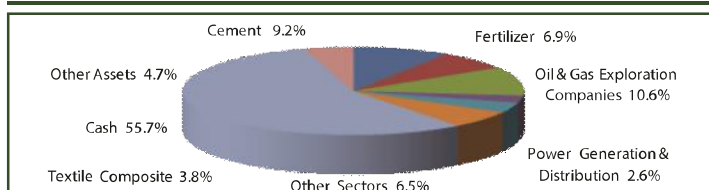
Particulars	ALHAA
NAV per Unit (PKR)	73.5244
Net Assets (PKR M)	3,171
Sharpe Ratio	0.05
Beta	0.66
Correlation***	84.1%
Standard Deviation	0.74
Total expense ratio with government levy**	2.67%
Total expense ratio without government levy	2.31%

**This includes 0.36% representing government levy, Sindh Worker's Welfare Fund and SECP fee
***as against benchmark

Branch Renovation Expense Charged to the Fund (PKR)

	MTD	YTD
	1,022,532	6,579,932

Sector Allocation (%age of Total Assets)



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MUFAP's Recommended Format



General Information

Fund Type	An Open End Scheme
Category	Shariah Compliant Equity Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (23-Jun-17)
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	EY Ford Rhodes, 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 initial 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	

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 made a return of 4.63% during the month as compared to the benchmark return of 5.31%, resulting in an underperformance of 68 bps. We increased our equity exposure by 120 bps to 85.1%. The fund increased its exposure in Oil & Gas exploration and Textiles by 1.2% and 0.7% owing to their resilience towards currency depreciation. Alongside, the fund increased its exposure in cement industry by 3% amid rising cement prices and demand.

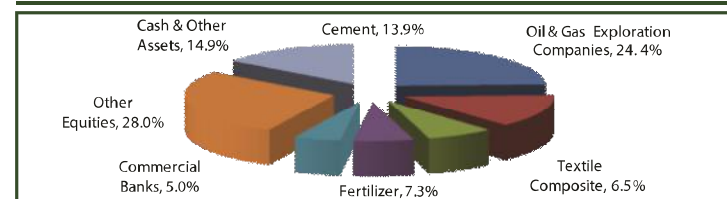
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Muhammad Asim, CFA	Chief Investment Officer
Saad Ahmed	Asset Class Specialist - Fixed Income
Syed Abid Ali	Asset Class Specialist - Equities
Awais Abdul Sattar, CFA	Head of Research
Mohammad Aitazaz Farooqui	Research Analyst

MCBAH Shariah Supervisory Board

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

Sector Allocation (%age of Total Assets)



Others

Provision against Sindh Workers' Welfare Fund's liability

ALHISF has maintained provisions against Sindh Workers' Welfare Funds' 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.0.0346 and YTD return would be higher by 0.28%. For details investors are advised to read Note 6.1 of the latest Financial Statements for half year ended December 31, 2017 of ALHISF.

Asset Allocation (%age of Total Assets)

Particulars	March-18	Feb-18
Stock / Equities	85.1%	83.9%
Cash	11.4%	14.1%
Others including receivables	3.5%	2.0%

Note: Amount invested by fund of funds is PKR 894 million (25.9% of Total Assets) as of March 31, 2018.

Performance Information

Particulars	ALHISF	Benchmark
Year to Date Return	-4.00%	-2.05%
Month to Date Return	4.63%	5.31%
180 Days Return	8.89%	8.77%
365 Days Return	-4.12%	-5.91%
Since inception	29.01%	32.37%

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

	2013	2014	2015	2016	2017
Benchmark (%)	52.20	41.16	16.01	15.53	18.80
ALHISF(%)	32.30	31.38	19.20	3.90	29.97

Top 10 Equity Holdings (%age of Total Assets)

Oil and Gas Development Company Limited	9.2%
Pakistan Oilfields Limited	6.5%
Pakistan Petroleum Limited	5.8%
Meezan Bank Limited	5.0%
Nishat Mills Limited	5.0%
Hub Power Company Limited	4.7%
Engro Corporation Limited	3.7%
Engro Fertilizers Limited	3.7%
Lucky Cement Limited	3.6%
Mari Petroleum Company Limited	3.0%

Fund Facts / Technical Information

Particulars	ALHISF	KMI-30
NAV per Unit (PKR)	11.76	
Net Assets (PKR M)	3,379	
Net Assets excluding fund of funds(PKR M)	2,485	
Price to Earning (x)*	11.22	10.03
Dividend Yield (%)	4.66	5.73
No. of Holdings	48	30
Weighted Avg. Market Cap. (PKR Bn)	146.89	204.5
Sharpe Ratio	0.03	0.03
Beta	0.80	1.00
Correlation***	94.8%	
Standard Deviation	0.91	1.09
Total expense ratio with government levy**	2.80%	
Total expense ratio without government levy	2.51%	

*prospective earnings

**This includes 0.29% representing government levy, Sindh Worker's Welfare Fund and SECP fee

*** as against benchmark

Branch Renovation Expense Charged to the Fund (PKR)

	MTD	YTD
	1,216,140	9,264,527

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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 (23-Jun-17)	
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	A.F. Ferguson & Co. 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

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 0.26 million, if the same were not made the NAV per unit of ALHIAAP-1 would be higher by Rs. 0.0174 and YTD return would be higher by 0.02%. For details investors are advised to read Note 8.1 of the latest Financial Statements for the half year ended December 31, 2017 of ALHIAAF.

Asset Allocation (%age of Total Assets)

Particulars	March-18	Feb-18
Cash	5.9%	5.7%
Alhamra Islamic Stock Fund	38.2%	45.2%
Alhamra Islamic Income Fund	55.8%	48.9%
Others including receivables	0.1%	0.2%

Fund Facts / Technical Information

NAV per Unit (PKR)	97.2207
Net Assets (PKR M)	1,475
Total expense ratio with government levy*	0.43%
Total expense ratio without government levy	0.33%

*This includes 0.10% representing government levy, Sindh Worker's Welfare Fund and SECP fee

Performance Information (%)

Particulars	ALHIAAP- I	Benchmark
Year to Date Return	-2.80%	-2.23%
Month to Date Return	2.24%	2.35%
180 Days Return	4.31%	3.98%
365 Days Return	-3.39%	-3.84%
Since inception	-2.00%	-3.53%

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

Investment Objective

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

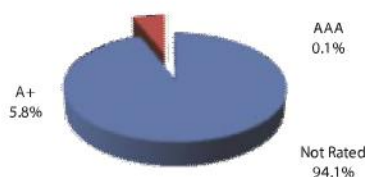
Manager's Comment

During the month, the fund posted a return of 2.24% against its benchmark return of 2.35%. The exposure in cash increased to 5.9% and exposure in Alhamra Islamic Income Fund increased to 55.8%.

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	Research Analyst

Asset Quality (%age of Total Assets)



Absolute

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

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

DISCLAIMER

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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 (23-Jun-17)
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	A.F. Ferguson & Co. 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	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

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 0.85 million, if the same were not made the NAV per unit of ALHIAAP-II would be higher by Rs. 0.1025 and YTD return would be higher by 0.10%. For details investors are advised to read Note 8.1 of the latest Financial Statements for the half year ended December 31, 2017 of ALHIAAF.

Asset Allocation (%age of Total Assets)

Particulars	March-18	Feb-18
Cash	6.0%	5.6%
Alhamra Islamic Stock Fund	38.2%	46.5%
Alhamra Islamic Income Fund	55.8%	47.9%
Others including receivables	0.0%	0.0%

Fund Facts / Technical Information

NAV per Unit (PKR)	103.6255
Net Assets (PKR M)	863
Total expense ratio with government levy*	0.43%
Total expense ratio without government levy	0.21%

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

Investment Objective

Alhamra Islamic Active Allocation Plan-II is a Shari'ah Compliant Islamic Asset Allocation Plan with an objective to earn a potentially high return through active asset allocation among Shari'ah 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 2.28% against its benchmark return of 2.44%. The fund was 6.0% invested in cash and 38.2% in Alhamra Islamic Stock Fund.

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	Research Analyst

Asset Quality (%age of Total Assets)



Performance Information (%)

Particulars	ALHIAAP- II	Benchmark
Year to Date Return	3.62%	1.76%
Month to Date Return	2.28%	2.44%
180 Days Return	6.18%	5.07%
365 Days Return	NA	NA
Since inception	3.81%	1.87%

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

Absolute

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

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

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MUFAP's Recommended Format



General Information

Fund Type	An Open End Scheme
Category	Islamic Voluntary Pension Scheme
Asset Manager Rating	AM2++ (AM Two Double Plus) by PACRA (23-Jun-17)
Stability Rating	Not Applicable
Launch Date	15-Nov-07
Fund Manager	Awais Abdul Sattar, CFA
Trustee	Central Depository Company of Pakistan Limited
Auditor	Deloitte Yousuf Adil & Co., 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 5.39% during the month. Overall allocation in equity was decreased.

Debt sub-fund generated a return of 3.17% during the month. GOP Ijara Sukuk exposure was increased.

Money Market sub-fund generated a return of 3.51% during the month. The exposure in cash was 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	Research Analyst

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

Oil & Gas Development Company Limited	9.1%
Pakistan Oil Fields Limited	7.2%
Engro Corporation Limited	6.6%
Pakistan Petroleum Limited	6.5%
Lucky Cement Limited	6.0%
Engro Fertilizers Limited	4.6%
Hub Power Company Limited	4.2%
Meezan Bank Limited	4.1%
International Industries Limited	3.5%
Systems Limited	3.4%

Others

Provision against Sindh Workers' Welfare Fund's liability

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. 2.7965 per unit and YTD return would be higher by 0.48%. For details investors are advised to read Note 9.2 of the latest Financial Statements for the half year ended December 31, 2017 of ALHIPF.

ALHIPF-DT has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 0.41 million, if the same were not made the NAV per unit would be higher by Rs. 0.3810 per unit and YTD return would be higher by 0.20%. For details investors are advised to read Note 9.2 of the latest Financial Statements for the half ended December 31, 2017 of ALHIPF.

ALHIPF-MM has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 0.13 million, if the same were not made the NAV per unit would be higher by Rs. 0.2883 and YTD return would be higher by 0.17%. For details investors are advised to read Note 9.2 of the latest Financial Statements for the half year ended December 31, 2017 of ALHIPF.

ALHIPF -Money Market (%age of Total Assets)

Particulars	March-18	Feb-18
Cash	70.3%	52.1%
GoP Ijara Sukuk	10.9%	11.1%
Certificate of Modaraba	0.0%	17.3%
Others including receivables	0.7%	1.0%
Shariah Compliant Bank Deposits	18.1%	18.5%

ALHIPF -Debt (%age of Total Assets)

Particulars	March-18	Feb-18
Cash	48.8%	34.8%
GoP Ijara Sukuk	28.4%	27.5%
Others including receivables	1.0%	1.6%
TFCs	12.5%	12.1%
Certificate of Modaraba	0.0%	15.0%
Shariah Compliant Bank Deposits	7.0%	6.8%
Commercial Paper	2.3%	2.2%

ALHIPF -Equity (%age of Total Assets)

Particulars	March-18	Feb-18
Oil & Gas Exploration Companies	25.9%	28.0%
Cement	13.7%	9.5%
Fertilizer	11.2%	12.7%
Technology & Communication	4.8%	4.9%
Engineering	4.4%	4.1%
Other equity sectors	30.8%	35.5%
Cash	7.7%	4.3%
Others including receivables	1.5%	1.0%

Performance Information & Net Assets

Particulars	ALHIPF-EQ*	ALHIPF-DT**	ALHIPF-MM**
Year to Date Return (%)	-5.83	2.63	3.14
Month to Date Return (%)	5.39	3.17	3.51
Since inception (%)	449.50	6.73	5.68
Net Assets (PKR M)	462.83	211.21	81.82
NAV (Rs. Per unit)	550.60	197.45	178.13

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

	2013	2014	2015	2016	2017
ALHIPF - EQ*	41.80	42.10	39.53	14.84	33.21
ALHIPF - DT**	6.80	8.22	4.76	4.04	4.46
ALHIPF - MM**	7.70	6.86	4.80	2.36	3.78

* Total Return ** Annualized return

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