



# INVESTMENT MATTERS NOVEMBER 2015

Prepared on 5<sup>th</sup> December, 2015



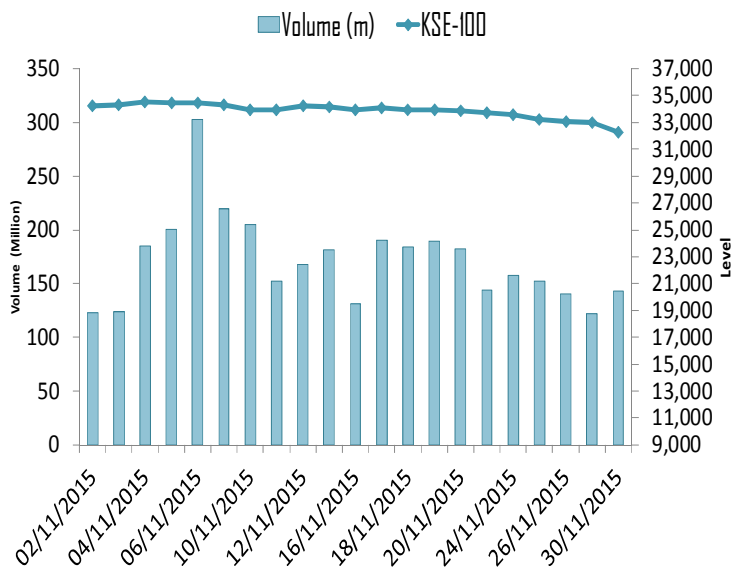
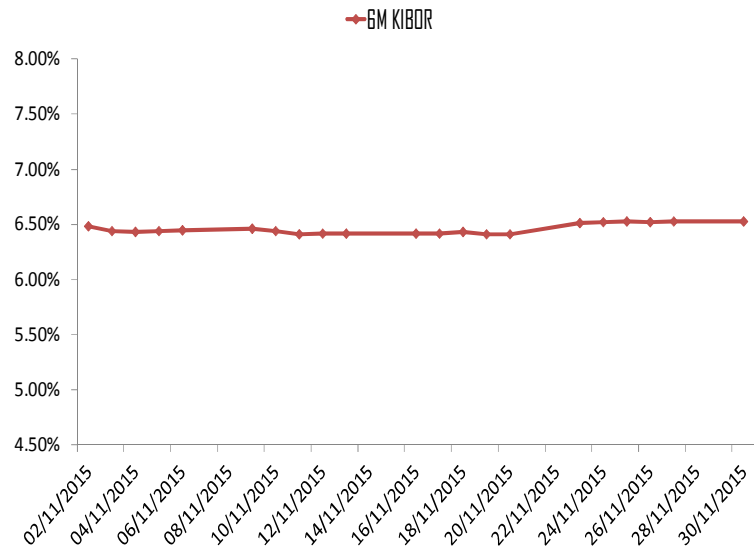
**LIFE**

*Zaroori Hai*

### Market Review

#### Debt Market Review:

- Benchmark lending rate - 6m KIBOR - increased 0.06% over the month closing at 6.53%. The latest weighted average yields for T-Bills stand at 6.3691% and 6.3837% for 3m and 6m tenors respectively. Bids for the 12m tenor were rejected.
- Inflation increased over the outgoing month as CPI for November came in at 2.7%, compared to 1.6% in October.
- The policy rate was unchanged in the monetary policy announcement.



#### Equity Market Review:

- During the month KSE-100 Index declined to end at 32,261.25 while average daily volume decreased over the month to 171.36m shares traded against 173.57m last month. Foreign selling of about US\$53.0m (net) was witnessed over the month.
- Market sentiment was largely negative over the month as investors adopted a cautious approach amidst persistent foreign selling, declining oil prices and other external factors.

#### Currency & Commodity Review:

- The USD remained flat at 105.2 for most of the outgoing month as the PKR held firm amidst strong demand for the USD.
- Oil prices remained under pressure over the month due to persistent over-supply in the global market and few expectations of a supply cut in OPEC's December meeting.

### Managed Growth Fund (MGF)

#### Fund Objective:

MGF aims to provide stable returns with low volatility and a low to moderate risk profile.

It holds a diversified asset mix that includes government securities, bank deposits, and corporate debt securities, as well as equities with strong fundamentals, attractive yields, and sustainable growth.

#### Fund Information:

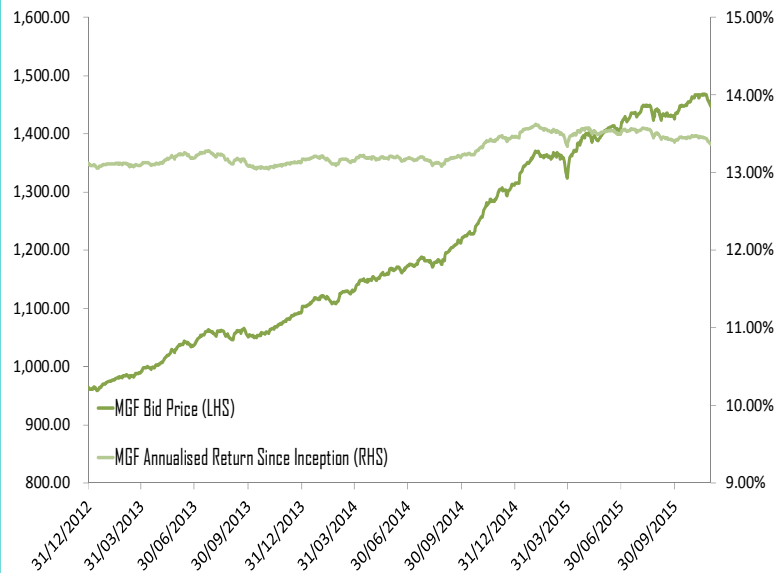
Assets Under Management	PKR 76.31 billion
Launch Date	18/03/1994
Bid Price At Inception	95.00
Bid Price (Current)	1,447.70
Category	Balanced
Pricing Mechanism	Daily (Forward)
Fund Management Charge	1.5% per annum
Pricing Days	Monday-Friday
Risk Profile	Low to Moderate

#### Fund Performance:

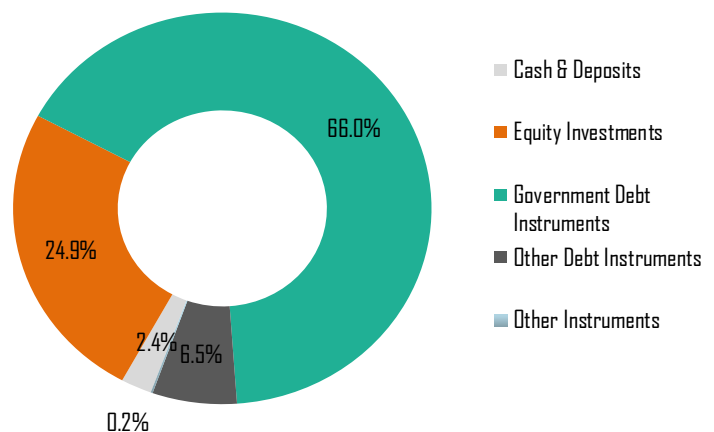
One-Year Return	12.30%
Three-year Annualised Return	14.80%
Five-Year Annualised Return	14.68%
Cumulative Return Since Inception	1423.90%
Annualised Return Since Inception	13.36%

All returns above are net of fund management charge

#### MGF Bid Price and Returns:



#### Asset Allocation:



#### Equity Investments:

Power Sector	14.62%
Construction & Materials Sector	13.93%
Banking Sector	13.88%
Chemicals Sector	12.69%
Automobile & Parts Sector	12.40%
Other Sectors	32.48%

Aitemad Growth Fund (AGF)

Fund Objective:

AGF aims to provide reasonable total returns with a moderate risk target.

AGF invests in Shariah-compliant deposits, Certificates of Investment (COI), government and corporate sukuk, and equities.

Fund Information:

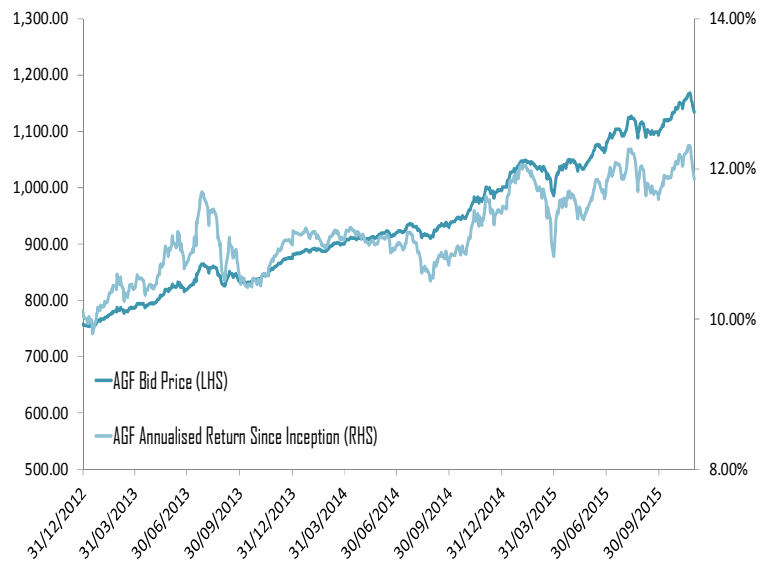
Assets Under Management	PKR 1.70 billion
Launch Date	22/02/2008
Bid Price At Inception	475.00
Bid Price (Current)	1,134.49
Category	Balanced
Pricing Mechanism	Daily (Forward)
Fund Management Charge	1.5% per annum
Pricing Days	Monday-Friday
Risk Profile	Moderate

Fund Performance:

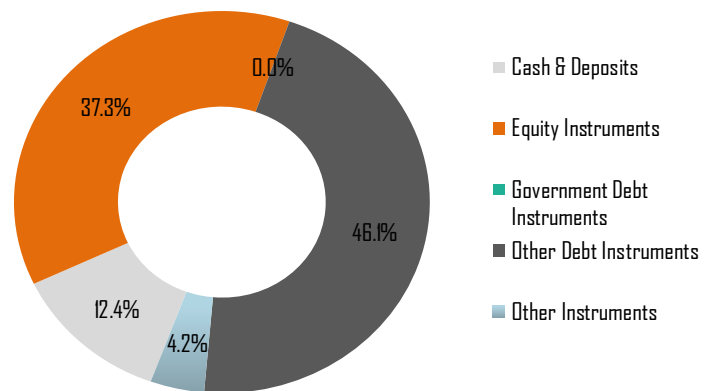
One-Year Return	15.49%
Three-year Annualised Return	14.70%
Five-Year Annualised Return	13.94%
Cumulative Return Since Inception	138.84%
Annualised Return Since Inception	11.87%

All returns above are net of fund management charge

AGF Bid Price and Returns:



Asset Allocation:



Cash	12.4%
Equity Investment Instruments	37.3%
Government Debt Instruments	0.0%
Other Debt Instruments	46.1%
Other Instruments	4.2%

### Guaranteed Growth Fund (GGF)

#### Fund Objective:

GGF is a low-risk fund that offers capital protection along with growth preservation — GGF guarantees that bid price will not fall.

GGF invests only in short-term government and corporate debt Instruments, term deposits, and cash.

#### Fund Information:

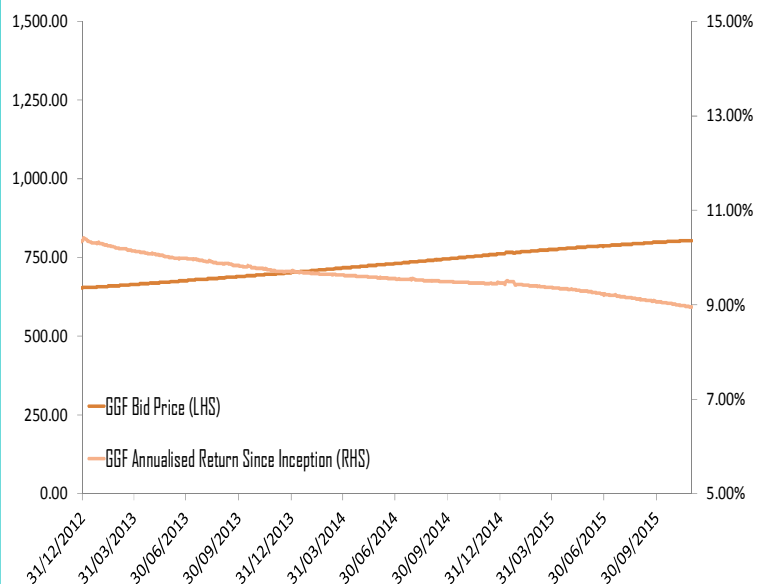
Assets Under Management	PKR 1.29 billion
Launch Date	07/10/2009
Bid Price At Inception	475.00
Bid Price (Current)	804.66
Category	Capital Protection with Growth Preservation
Pricing Mechanism	Daily (Forward)
Fund Management Charge	1.5% per annum
Pricing Days	Monday-Friday
Risk Profile	Low

#### Fund Performance:

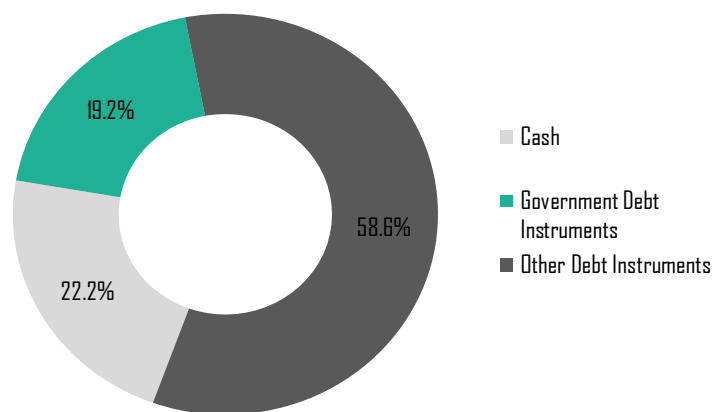
One-Year Return	6.41%
Three-year Annualised Return	7.49%
Cumulative Return Since Inception	69.40%
Annualised Return Since Inception	8.95%

All returns above are net of fund management charge

#### GGF Bid Price and Returns:



#### Asset Allocation:



Cash	22.2%
Equity Investments	0.0%
Government Debt Instruments	19.2%
Other Debt Instruments	58.6%