



ABL Asset Management

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RATED AM2 (JCR-VIS)



IN FOCUS

FUND MANAGER'S REPORT
AUGUST 2013

Inflation Resurgence

ECONOMY AND CAPITAL MARKETS UPDATE

Pakistan's economic indicators remained soft during the month as inflationary pressures worsened while the rupee continued its slide vs. the USD (PKR losing 3% of its value against the greenback). Inflation for August came in at 8.55% (1.16% MoM increase), primarily due to rise in food prices. On the external account front, a positive current account balance of US\$46 million for July offered some respite, supported by strong remittances of US\$1.4 billion. However, the balance of payment position remained precarious at a negative US\$820 million. Tax collection for the month improved to PKR145 billion (8% MoM increase) owing to additional taxes levied in the budget; but the number missed the monthly target of PKR159 billion. As we move ahead, inflationary pressures are likely to persist led by high oil and energy prices, currency devaluation and flood related food inflation. We anticipate interest rates to remain unchanged in the upcoming MPS announcement owing to positive real interest rates and seemingly no IMF preconditions towards monetary tightening. Nevertheless, interest rate may come pressure in November/December due to rising inflation and continuous heavy government borrowing (PKR193 billion FY14 to date).

Yields remain elevated

Market sentiments during the month swayed towards a tight monetary stance on the back of resurgence of inflation and rumours pertaining to IMF Extended Finance Facility (EFF) conditionalities. This fueled selling in PIBs and one year T-bills, pushing PKRVs well above the discount rate of 9%. As a result, investor interest in auctions faded and out of a total T-bill auction target of PKR500 billion, only PKR213 billion was accepted against maturities of PKR367 billion. A PIB auction having a target of PKR50 billion was conducted as well where PKR30 billion was accepted despite raising cut off yields. The failed auctions shifted the burden of government borrowing from interbank market to SBP. In order to manage excess liquidity in the interbank market, SBP intervened in the form of weekly OMOs throughout the month. The market also remained confused about the next MPS date which also contributed to the volatility in the fixed income market. SBP's decision to conduct MPS after the IMF EEF approval meeting led to some excitement as market participants took the view of a 'no change' scenario which arrested further increase in PKRVs. However long term PKRVs remain elevated as it is strongly believed that interest rates will rise, inevitably.

Equities Retract

Equities tumbled 5% over last month as disappointing corporate results, global political turmoil, uncertain interest rate outlook and sector related negative news flow dampened sentiments. With the exception of the power sector, payouts from the energy chain failed to live up to expectations, especially PSO which only declared a final dividend of PKR2.5/share (EPS PKR50.84 for FY13). Investors aggressively shed positions in the cement sector, as news of Lucky Cement's resignation from APCMA threatened the price stability of the product. In the E&P sector, news of downward revision in Tal Block reserves due to water encroachments led to a sell-off in Pakistan Oilfields and created uncertainty on overall sector outlook (PPL and OGDC also have share in the block but the impact is less severe due to their size). US threats to strike Syria towards the fag end of the month led to a sell-off in the emerging markets and further heightened uncertainty. We feel that most of the selling was from leveraged buyers and the recent dip has created room for value hunting. However, market direction will hinge on the next monetary policy statement and clarity on the current issues plaguing the market (cement pricing arrangement and US decision on strikes against Syria).

ECONOMIC SUMMARY

	Reported	Month	Month	YTD
CPI Inflation	August	8.55%	8.26%	8.41%
Trade Deficit (USD mn)	July	(1,184)	(1,165)	(1,184)
Remittances (USD mn)	July	1,404	1,165	1,404
Current A/C (USD mn)	July	46	(163)	46
FDI (USD mn)	July	62	128	62
Tax Collection ** (PKR bn)	August	145	134	279
M2 Growth*	August	-	-	-0.36%
FX Reserves* (USD bn)	August	-	-	10.390

Source SBP, FBS

* Latest monthly figures

** Provisional figures

GOVERNMENT SECURITIES

PKRV Yields (%)	6 M	1 Yr	3 Yr	5 Yr	10 Yr
July 31,2013	8.95	9.20	10.53	10.97	11.76
August 30,2013	9.11	9.28	11.05	11.54	12.04
Change (bps)	16	8	52	57	28

Source : FMA

EQUITY MARKET PERFORMANCE

	Aug-13	Jul-13	M/M	1 Yr Low	1 Yr High
KSE - 100 Index	22,161	23,313	-4.94%	15,189	23,776
Avg. Daily Vol. (mn)	201	253	-20.55%	82	665
Avg. Daily Val. (USD mn)	85	106	-19.81%	17	183
2013E PE(X)	9				
2013 E DY	6.0%				

Source: KSE

FUND MANAGER'S COMMENTS

ABL-IF yielded an annualized return of 4.86% for the month of August 2013 versus the benchmark return of 9.12%, an underperformance of 4.26%. The performance was affected by valuation adjustments in bond portfolio.

During the month, allocation to TFCs stood at 14.78% against 15.35% in previous month. Exposure in Treasury bills was restricted to less than 6 month bills with total allocation of 33.47% of total assets to reduce WAM. Similarly, allocation to PIBs was reduced to 14.03% compared to 15.43% in last month while bank deposits and cash cumulatively stood at 26.72% of total asset. The fund size is down by 2.6% during the month to close at PKR 2,325.66 million. Weighted Average Maturity of the fund stood at 560 days compared to 598 days in the previous month.

The market seems to be overreacting over the current macro economic situation and interest rate outlook, which in our view, will be settled soon after the entrance of Pakistan in IMF program and the MPS announcement. Given the long term nature of the fund, we should ignore short term volatility as the market has already adjusted more than 100 bps in the yield curve. We project downward adjustments in yields post the MPS announcement where we anticipate the Central Bank to keep discount rates unchanged. This could yield substantial gains and improve the return for coming months.

The Scheme has maintained the provision against Workers' Welfare Fund's Liability to the tune of Rs. 32.808 million. Had the same not been made, the NAV per unit of the scheme would have been higher by Re. 0.1424 per unit.

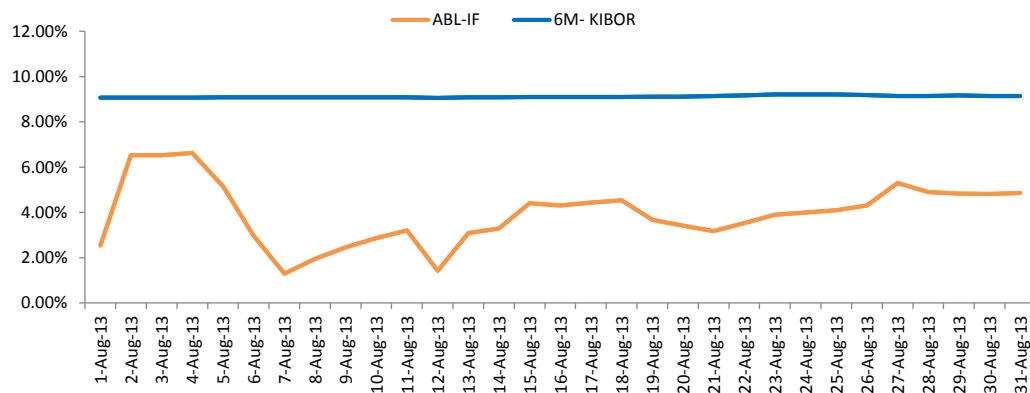
INVESTMENT OBJECTIVE

To earn superior risk adjusted rate of return by investing in a blend of short, medium and long term instruments, both within and outside Pakistan

Investment Committee

Members:

- Farid A.Khan, CFA - CEO
- Muhammad Imran - CIO
- Abid Jamal - Head of Research
- Kamran Aziz, CFA - Fund Manager
- Faizan Saleem - Fund Manager



BASIC FUND INFORMATION

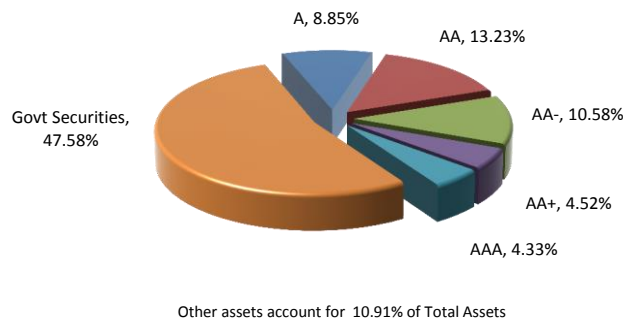
Fund Type	Open-end
Category	Income Scheme
Launch Date	September 20 th , 2008
Net Assets	PKR 2,325.66 mn as at August 31 st , 2013
NAV	PKR 10.0954 as at August 31 st , 2013
Benchmark	6 Months KIBOR Average
Dealing Days	As Per Banking Days
Cutt-off time	4.00 pm
Pricing Mechanism	Forward
Management Fees	1.5% p.a
Front -end Load	1 %
Trustee	Central Depository Company of Pakistan Ltd (CDC)
Auditor	A.F. Ferguson & Co. Chartered Accountants
Asset Manager Rating	AM2 (Stable Outlook) (JCR-VIS)
Risk Profile of the Fund	Low
Fund Stability Rating	A+(f) (JCR-VIS)
Fund Manager	Faizan Saleem
Listing	Karachi Stock Exchange

PERFORMANCE

	ABL-IF	Benchmark
August-13	4.86%	9.12%
YTD	5.03%	9.10%

ASSET ALLOCATION (% OF TOTAL ASSETS)	July 31st 2013	Aug 31st 2013
Cash	27.35%	9.85%
Placements with Banks (TDRs)	3.98%	16.87%
T-Bills	31.38%	33.47%
PIBs	15.43%	14.03%
GoP Ijarah Sukuk	0.08%	0.08%
TFCs	15.35%	14.78%
Spread Transations	4.64%	0.00%
Others Including Receivables	1.78%	10.91%
	100.00%	100.00%

PORTFOLIO QUALITY (% OF TOTAL ASSETS)



TECHNICAL INFORMATION

Leverage	NIL
Weighted average time to maturity of net assets	560

TOP TFCs / SUKUK HOLDING (% OF TOTAL ASSETS) August 31st,13

BAFL - V	4.30%
SCB Ltd PPTFC	4.23%
PMCL - Listed	3.12%
Askari Bank - IV	1.86%
Askari Bank - II	1.26%

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INVESTMENT OBJECTIVE

To provide higher risk adjusted returns over the long term by investing in a diversified portfolio of equity instruments offering capital gain and dividends.

Investment Committee

Members:

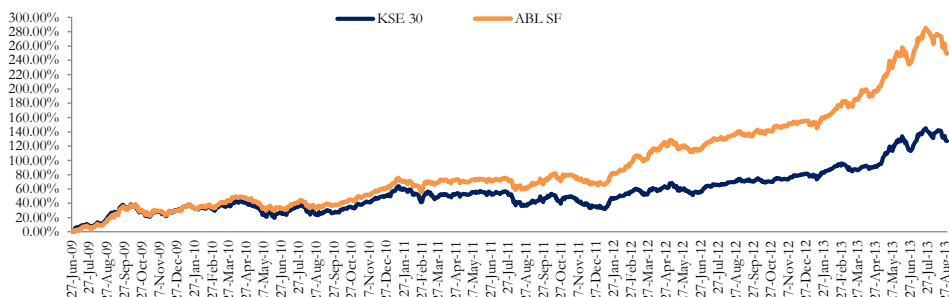
Farid A.Khan, CFA -CEO
 Muhammad Imran - CIO
 Abid Jamal - Head of Research
 Kamran Aziz, CFA- Fund Manager
 Faizan Saleem - Fund Manager

FUND MANAGER'S COMMENTS

ABL-SF decreased by 7.64% in August'13 against a 5.02% decline in the benchmark KSE-30 index, which reflects an underperformance of 262 basis points. During the month, investment in the Oil & Gas sector was decreased from 31.94% to 30.48% of the portfolio, exposure in Chemicals sector was increased from 10.79% to 14.84% and allocation to Construction sector was reduced from 16.45% to 14.35%. ABL-SF as of August 31st 2013 is 94.15% invested in equities and remaining in bank deposits.

The Government's decision to hold up gas prices for fertilizer companies improved near term outlook for the sector. This, along with attractive valuations, compelled us to increase exposure in the Chemicals Sector. Construction sector faced headwinds from short-term demand slump and rumored possibilities of cartel breakdown. We, consequently, reduced our weight in select cement stocks in anticipation of short-term negativity confronting the sector. Our medium-term positive outlook on the sector remains intact, nevertheless.

The scheme has maintained the provision against Workers' Welfare Fund's liability to the tune of Rs. 11.43mn. Had the same not been made, the NAV per unit of the scheme would have been higher by Re. 0.1781 per unit.



BASIC FUND INFORMATION

Fund Type	Open-end
Category	Equity Scheme
Launch Date	June 28, 2009
Net Assets	Rs 740.09mn as at August 31, 2013
NAV	Rs 11.5351 as at August 31, 2013 (Ex-Dividend)
Benchmark	KSE-30 Index
Dealing Days	As Per Local Stock Exchanges
Cutt-off time	4:00:00 PM
Pricing Mechanism	Forward
Management Fee	3% p.a.
Front -end Load	3%
Trustee	Central Depository Company of Pakistan Limited
Auditor	A.F. Ferguson & Co, Chartered Accountants
Asset Manager Rating	AM2 (JCR-VIS) (Stable outlook)
Risk Profile of the Fund	High
Performance Ranking	MFR 3-Star (JCR VIS) (Based on one Year weighted average ranking), MFR 4-Star (JCR VIS) (Based on Two Year weighted average ranking), MFR 4-Star (JCR VIS) (Based on Three Year weighted average ranking) for periods ended December 31, 2012.
Fund Manager	Kamran Aziz, CFA
Listing	Karachi Stock Exchange

PERFORMANCE

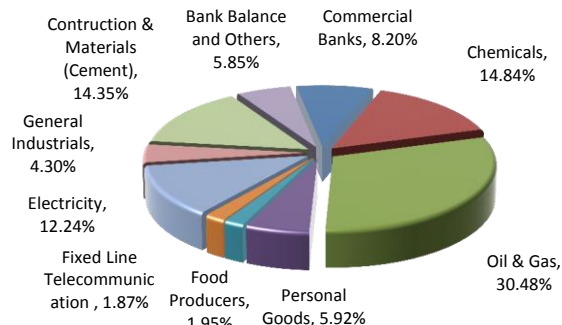
	ABL-SF	KSE-30
Year to Date (YTD)*	3.82%	6.43%
Trailing 12 Months*	45.53%	30.39%
Month to Date (MTD)*	-7.64%	-5.02%

*Returns are net of management fee & all other expenses

ASSET ALLOCATION (% OF TOTAL ASSETS)

	July 31st 2013	Aug 31st 2013
Stock/Equities	86.40%	94.15%
Bank Balances	13.14%	4.31%
Others	0.47%	1.54%
Leverage	NIL	NIL

SECTOR ALLOCATION (% OF TOTAL ASSETS)



TOP TEN HOLDINGS (% OF TOTAL ASSETS)

	July 31st 2013	Aug 31st 2013
Hub Power Company	8.51%	9.54%
Pakistan Petroleum	8.78%	9.21%
Pakistan State Oil Co.	9.16%	8.19%
Engro Corporation	4.09%	7.89%
Pakistan Oilfields	8.06%	7.78%
Fatima Fertilizer Company	6.70%	6.00%
Nishat Mills	6.29%	5.92%
D.G.K.Cement	6.99%	5.86%
Oil & Gas Development Co.	5.94%	5.29%
Packages Limited	3.68%	4.30%

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INVESTMENT OBJECTIVE

To provide investors, with consistent returns with high level of liquidity, through a blend of money market and sovereign debt instruments

Investment Committee

Members:

Farid A.Khan, CFA - CEO
 Muhammad Imran - CIO
 Faizan Saleem - Fund Manager
 Kamran Aziz, CFA - Fund Manager
 Abid Jamal - Head of Research

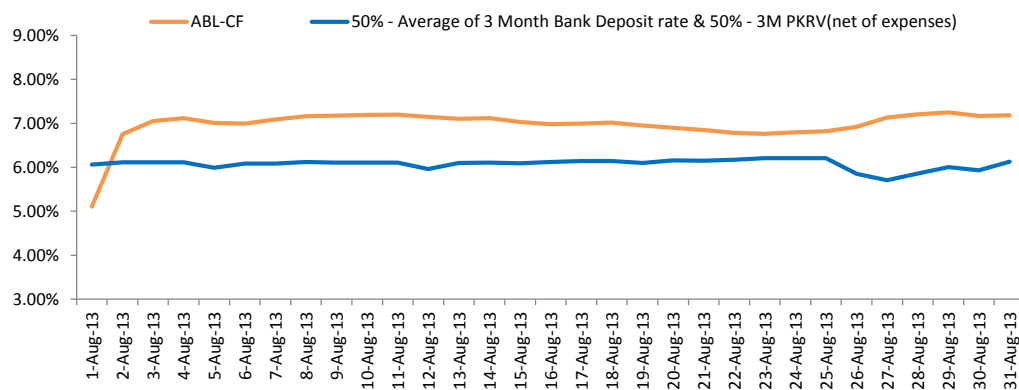
FUND MANAGER'S COMMENTS

Despite a volatile market due to weak macro economic conditions and bearish sentiments on interest rate outlook, ABL-Cash Fund delivered stable returns of 7.18% for the month of August 2013 against its benchmark return of 6.08%, reflecting an outperformance of 110 bps. On YTD basis, ABL CF has outperformed its benchmark by a healthy 127 bps. The fund size increased by 1.66% to close at PKR 15.272 billion.

Our exposure continues to be geared towards short term treasury bills and placements with Banks and DFIs, due to which WAM reduced to 63.5 days. In order to curtail volatility in daily returns, excess liquidity was channeled towards TDRs and money market placements. At month end, treasury bills, TDRs, money market placements and cash assets constituted 61.59%, 24.33%, 9.41% and 4.27% of total assets, respectively.

The fund will remain vigilant on the macro front and timely reallocate its exposure in government securities. Going forward, we will maintain some exposure to bank placements in order to generate stable returns in the midst of a highly volatile market.

The Scheme has maintained the provision against Workers' Welfare Fund's Liability to the tune of Rs. 94.222 million, had the same not been made, the NAV per unit of the scheme would have been higher by Re. 0.0617 per unit.



BASIC FUND INFORMATION

Fund Type	Open-end
Category	Money Market Scheme
Launch Date	July 30 th , 2010
Net Assets	PKR 15,272 mn as at August 31 st , 2013
NAV	PKR 10.0057 as at August 31 st , 2013 (Ex-dividend)
Benchmark	50%- Avenge of 3Month Bank Deposit Rate & 50% - 3M PKRV (net of expenses)
Dealing Days	As Per Banking Days
Cutt-off time	4.00 pm
Pricing Mechanism	Backward
Management Fees	10% of Annualized Gross Return (subject to Upper Cap of 1.25% & Lower Cap of 1%).
Front -end Load	Nil
Trustee	Central Depository Company of Pakistan Ltd (CDC)
Auditor	A.F. Ferguson & Co. Chartered Accountants
Asset Manager Rating	AM2 (Stable Outlook) (JCR-VIS)
Risk Profile of the Fund	Low
Fund Stability Rating	AA(f) (JCR-VIS)
Fund Manager	Faizan Saleem
Listing	Karachi Stock Exchange

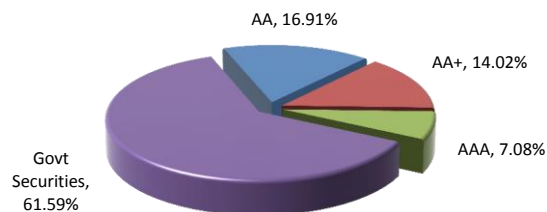
PERFORMANCE

	ABL-CF	Benchmark
Aug-13	7.18%	6.08%
YTD	7.42%	6.06%

ASSET ALLOCATION (% OF TOTAL ASSETS)

	July 31st 2013	Aug 31st 2013
Cash	7.10%	4.27%
Placements with Banks (TDRs)	8.91%	24.33%
Reverse Repo	1.89%	0.00%
Money Market Placements	11.72%	9.41%
T-Bills	70.13%	61.59%
Others Including Receivables	0.25%	0.40%
Total	100.00%	100.00%

PORTFOLIO QUALITY (% OF TOTAL ASSETS)



Other assets account for 0.40% of Total Assets

TECHNICAL INFORMATION

Leverage	NIL
Weighted average time to maturity of net assets	63.5

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FUND MANAGER'S COMMENTS

During the month of August, the annualized return of ABL GSF stood at 5.24% compared to the benchmark yield of 8.32%, showing an underperformance of 308 bps. The underperformance is attributable to upward adjustment in yields owing to bearish views on the upcoming monetary policy (to be announced on Sep 13, 2013). Despite prevailing interest rate uncertainties due to increasing trend in inflation, we expect the SBP to adopt a wait-and-see approach for now and keep the Discount Rate unchanged policy. Weighted average maturity of the portfolio was reduced to 313 days compared to 324 days in previous month.

At the month end, government securities constituted 76.58% (Treasury bills - 66.80% & PIBs - 9.78%) compared to 89.21% in previous month. Placement with banks (term deposits) were increased from 5.33% to 17.06% of total assets in order to support portfolio returns while cash assets stood at 5.42% of total assets. The fund size decreased by 28.6% to close at PKR 1.9 billion.

We believe interest rates are unlikely to go up in the short term and hence the yield curve will adjust downward very soon. This should help recoup performance in coming months. We may adjust cash levels to take advantage of any market opportunity before MPS announcement in a highly volatile market.

The Scheme has maintained the provision against Workers' Welfare Fund's Liability to the tune of Rs. 117.167 million, Had the same not been made, the NAV per unit of the scheme would have been higher by Re. 0.6168 per unit.

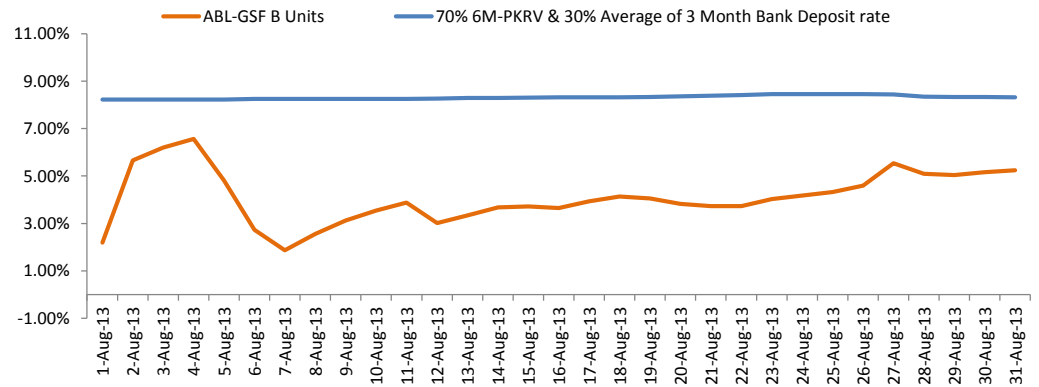
INVESTMENT OBJECTIVE

To provide investors, with consistent returns with high level of liquidity, through a blend of money market and sovereign debt instruments

Investment Committee

Members:

Farid A.Khan, CFA - CEO
 Muhammad Imran - CIO
 Faizan Saleem - Fund Manager
 Kamran Aziz, CFA - Fund Manager
 Abid Jamal - Head of Research



BASIC FUND INFORMATION

Fund Type	Open-end
Category	Income Scheme
Launch Date	November 30 th , 2011
Net Assets	PKR 1,900.63 mn as at August 31 st , 2013
NAV	PKR 10.0054 as at August 31 st , 2013 (Ex-dividend)
Benchmark	70%- Average 6M PKRV & 30% average 3 Months Deposit rates of AA- & above rated Banks
Dealing Days	As Per Banking Days
Cutt-off time	4.00 pm
Pricing Mechanism	Forward
Management Fees	Class-A unit 0.25%, Class-B unit 1.25%
Front -end Load	1%
Trustee	Central Depository Company of Pakistan Ltd (CDC)
Auditor	A.F. Ferguson & Co. Chartered Accountants
Asset Manager Rating	AM2 (Stable Outlook) (JCR-VIS)
Risk Profile of the Fund	Low
Fund Stability Rating	A+(f) (JCR-VIS)
Fund Manager	Faizan Saleem
Listing	Karachi Stock Exchange

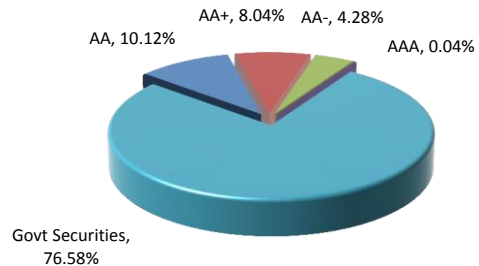
PERFORMANCE

	ABL-GSF	Benchmark
August-13	5.24%	8.32%
YTD	5.86%	8.26%

ASSET ALLOCATION (% OF TOTAL ASSETS)

	July 31st 2013	Aug 31st 2013
Cash	1.19%	5.42%
Placements with Banks (TDRs)	5.33%	17.06%
Placements with DFIs (MM)	3.56%	0.00%
T-Bills	81.97%	66.80%
PIBs	7.24%	9.78%
Others Including Receivables	0.71%	0.95%
Total	100.00%	100.00%

PORTFOLIO QUALITY (% OF TOTAL ASSETS)



Other assets account for 0.95% of Total Assets

TECHNICAL INFORMATION

Leverage	NIL
Weighted average time to maturity of net assets	313

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INVESTMENT OBJECTIVE

To provide investors, with an opportunity to earn higher income over medium to long-term by investing in a diversified portfolio consisting of different Money market and debt instruments permissible under the shariah principles.

FUND MANAGER'S COMMENTS

ABL-IIF generated an annualized return of 7.21% for the month of August vs. the benchmark return of 6.33%, an outperformance of 88 bps due to active trading and rebalancing of Ijarah Sukuks. On YTD basis, fund return has surpassed the benchmark yield by 122 bps, coming in at 7.65%.

WAM of the fund decreased from 468 days to 331days due to reshuffling of long duration Ijarah Sukuk with cash assets. The asset allocation of the fund comprised of 59.55% GoP Ijarah Sukuk compared to 70.29% in previous month, while cash holdings stood at 37.51% of total assets. The fund size declined slightly by 2.35%, to close at PKR 1,077 million at the month end.

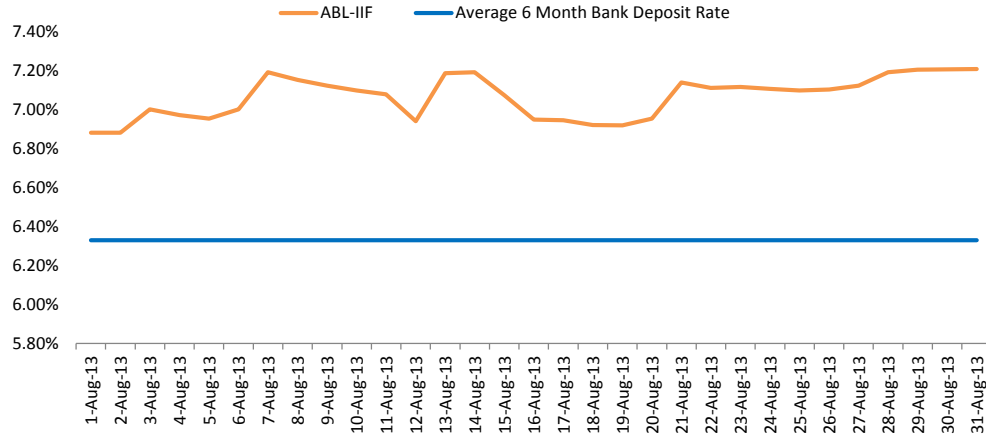
Going forward, we will maintain our bias towards GoP Ijarah Sukuk, while keeping an eye open for opportunities to diversify the portfolio and enhance yields.

The Scheme has maintained the provision against Workers' Welfare Fund's Liability to the tune of Rs. 5.129 million, Had the same not been made, the NAV per unit of the scheme would have been higher by Re. 0.0483per unit.

Investment Committee

Members:

- Farid A.Khan, CFA - CEO
- Muhammad Imran - CIO
- Abid Jamal - Head of Research
- Kamran Aziz, CFA - Fund Manager
- Faizan Saleem - Fund Manager



Basic Fund Information

Fund Type	Open-end
Category	Islamic Income Scheme
Launch Date	July 30 th , 2010
Net Assets	PKR 1,077.125 mn as at August 31 st , 2013
NAV	PKR 10.1385 as at August 31 st , 2013
Benchmark	Average of 6 Month Deposit Rate of 3 Islamic Banks
Dealing Days	As Per Banking Days
Cutt-off time	4.00 pm
Pricing Mechanism	Forward
Management Fees	1% p.a
Front -end Load	1%
Trustee	Central Depository Company of Pakistan Ltd (CDC)
Auditor	A.F. Ferguson & Co. Chartered Accountants
Asset Manager Rating	AM2 (Stable Outlook) (JCR-VIS)
Risk Profile of the Fund	Low
Fund Stability Rating	A+(f) (JCR-VIS)
Fund Manager	Kamran Aziz, CFA
Listing	Karachi Stock Exchange

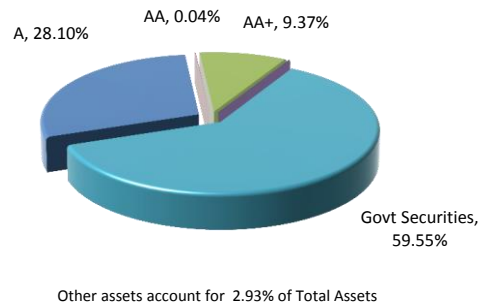
PERFORMANCE

	ABL-IIF	Benchmark
Aug-13	7.21%	6.33%
YTD	7.64%	6.43%

ASSET ALLOCATION (% OF TOTAL ASSETS)

	July 31st 2013	Aug 31st 2013
Cash	26.57%	37.51%
GoP Ijarah Sukuk.	70.29%	59.55%
Others Including Receivables	3.14%	2.93%
	100.00%	100.00%

PORTFOLIO QUALITY (% OF TOTAL ASSETS)



TECHNICAL INFORMATION

Leverage	NIL
Weighted average time to maturity of net assets	331

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FUND MANAGER'S COMMENTS

INVESTMENT OBJECTIVE

To Protect Initial Investment Value and deliver some return with the prospect of growth in Initial Investment Value over the stipulated time period.

ABL-CPF decreased by 0.19% in August'13 against 0.26% decrease in its benchmark, which reflects slight outperformance of 7 basis points. Negative equity performance hurt the fund during the period under review. Equity portion of the portfolio was mainly invested in Oil and Gas (4.41%), Chemical (1.52%), Personal Goods (0.82%) and Construction & Materials (Cement) (1.04%) sectors.

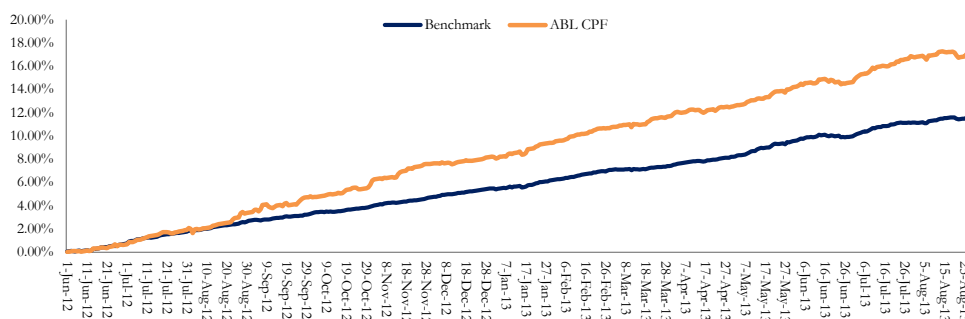
Moving ahead, focus will be on the upcoming monetary policy and foreign flows in wake of tumbling Asian markets. While we anticipate no change in DR in the short-run, uptick in CPI figures has raised doubts over medium-term sustainability of interest rates. Continued foreign outflows from Asian markets have instilled fears of potential foreign selling in the local market. So far the fear hasn't materialized and we expect flows to remain positive from the foreign end. We believe the recent sell off has created opportunities for bargain hunting. Inflationary pressures and negativity caused from inability to reach a price consensus in the cement sector remain the key risks, where any escalation in the same may dampen sentiments and cap upside in the immediate term.

The scheme has maintained the provision against Workers' Welfare Fund's liability to the tune of Rs. 1.07mn. Had the same not been made, the NAV per unit of the scheme would have been higher by Re. 0.0295 per unit.

Investment Committee

Members:

Farid A.Khan, CFA - CEO
 Muhammad Imran - CIO
 Abid Jamal - Head of Research
 Kamran Aziz, CFA - Fund Manager
 Faizan Saleem - Fund Manager



BASIC FUND INFORMATION

Fund Type	Open-end
Category	Capital Protected Scheme
Launch Date	June 01, 2012
Net Assets	Rs 369.16mn as at August 31, 2013
NAV	Rs 10.1784 as at August 31, 2013
Benchmark	Weightage of Capital Protected segment in fund with 2 Year Term Deposite Rate of AA- & above rated banks and weightage of Investment segment with KSE 30 Index
Dealing Days	Dealing Days
Cutt-off time	4:00 PM
Pricing Mechanism	Forward
Management Fees	1.5% p.a.
Front -end Load	1.75%
Back-end Load	Minimum 2%
Trustee	MCB Financial Services Limited
Auditor	M. Yousuf Adil Saleem & Co, Chartered Accountants
Asset Manager Rating	AM2 (JCR-VIS) (Stable outlook)
Risk Profile of the Fund	Low
Performance Ranking	N/A
Fund Manager	Kamran Aziz, CFA
Listing	Islamabad Stock Exchange

PERFORMANCE

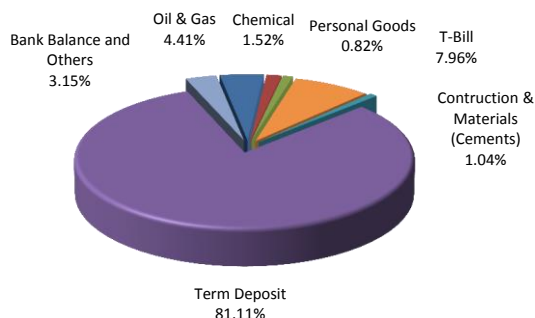
	ABL-CPF	Benchmark
Year to Date (YTD)*	1.66%	1.54%
Month to Date (MTD)*	-0.19%	-0.26%

*Returns are net of management fee & all other expenses

ASSET ALLOCATION (% OF TOTAL ASSETS)

	July 31st 2013	Aug 31st 2013
Stock/Equities	9.15%	7.78%
Bank Balance	0.65%	1.38%
T-Bill	7.93%	7.96%
Term Deposit	81.27%	81.11%
Others	1.00%	1.77%
Leverage	NIL	NIL

SECTOR ALLOCATION (% OF TOTAL ASSETS)



TOP TEN HOLDINGS (% OF TOTAL ASSETS)

	July 31st 2013	Aug 31st 2013
Pakistan State Oil Co.	2.69%	2.19%
Pakistan Oilfields	2.77%	1.28%
Lucky Cement	0.00%	1.04%
Pakistan Petroleum	0.99%	0.94%
Engro Corporation	0.00%	0.87%
Kohinoor Textile	1.22%	0.82%
Fatima Fertilizer Company	1.48%	0.65%

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FUND MANAGER'S COMMENTS

ABL-ISF dropped by 7.65% in August'13 against 6.93% decrease in the benchmark KMI-30 index, which reflects an underperformance of 72 basis points. During the month, exposure in Oil & Gas sector was decreased from 38.08% to 37.92% of the portfolio, exposure in Chemicals sector was increased from 4.48% to 8.41% and allocation to Construction sector was lowered from 18.78% to 16.67%. ABL-ISF as of August 31st 2013 was 90.44% invested in equities and remaining in bank deposits.

Government's decision to hold up gas prices for fertilizer companies improved near term outlook for the sector. This, along with attractive valuations, compelled us to increase exposure in the Chemicals Sector. Construction sector faced headwinds from short-term demand slump and rumored possibilities of cartel breakdown. We, consequently, reduced our weight in select cement stocks in anticipation of short-term negativity confronting the sector. Our medium-term positive outlook on the sector remains intact, nevertheless.

The scheme has maintained the provision against Workers' Welfare Fund's liability to the tune of Rs. 0.1108mn. Had the same not been made, the NAV per unit of the scheme would have been higher by Re. 0.0018 per unit.

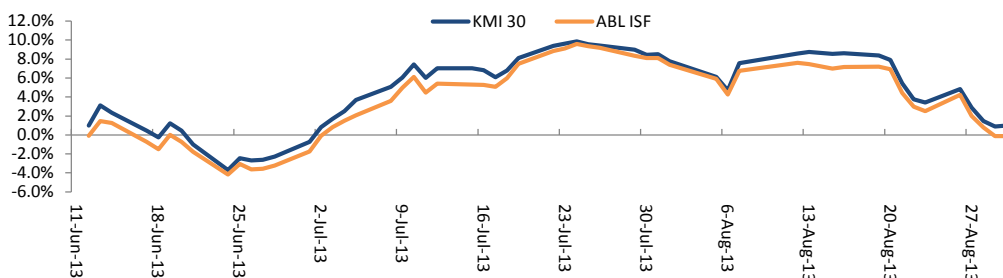
INVESTMENT OBJECTIVE

To provide higher risk adjusted returns over the long term by investing in a diversified Islamic portfolio of equity instruments offering capital gain and dividends.

Investment Committee

Members:

Farid A.Khan, CFA -CEO
 Muhammad Imran - CIO
 Abid Jamal - Head of Research
 Kamran Aziz, CFA- Fund Manager
 Faizan Saleem - Fund Manager



BASIC FUND INFORMATION

Fund Type	Open-end
Category	Islamic Equity Scheme
Launch Date	June 12, 2013
Net Assets	Rs 624.80mn as at August 31, 2013
NAV	Rs 9.9848 as at August 31, 2013
Benchmark	KMI-30 Index
Dealing Days	As Per Local Stock Exchanges
Cutt-off time	4:00 PM
Pricing Mechanism	Forward
Management Fees	3% p.a.
Front-end Load	2%
Trustee	MCB Financial Services Limited
Auditor	KPMG Taseer Hadi & Co, Chartered Accountants
Asset Manager Rating	AM2 (JCR-VIS) (Stable outlook)
Risk Profile of the Fund	High
Performance Ranking	N/A
Fund Manager	Kamran Aziz, CFA
Listing	Karachi Stock Exchange

PERFORMANCE

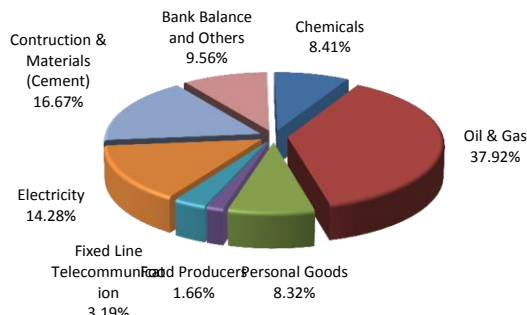
Year to Date (YTD)*	ABL-ISF	KMI-30
	3.19%	3.37%
Month to Date (MTD)*	-7.65%	-6.93%

*Returns are net of management fee & all other expenses

ASSET ALLOCATION (% OF TOTAL ASSETS)

	July 31st 2013	Aug 31st 2013
Stock/Equities	86.05%	90.44%
Bank Balances	12.74%	6.86%
Others	1.50%	2.70%
Leverage	NIL	NIL

SECTOR ALLOCATION (% OF TOTAL ASSETS)



TOP TEN HOLDINGS (% OF TOTAL ASSETS)	July 31st 2013	Aug 31st 2013
Hub Power Company	13.16%	14.28%
Pakistan Petroleum	11.57%	12.06%
Pakistan Oilfields	11.29%	10.43%
Pakistan State Oil Co.	10.50%	9.65%
Nishat Mills	7.75%	8.32%
D.G.K.Cement	8.87%	7.56%
Fauji Fertilizer Company	2.91%	6.97%
Lucky Cement	6.82%	6.35%
Oil & Gas Development Co.	4.72%	5.78%
Pakistan Telecommunication	3.80%	3.19%

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