

First Capital Mutual Fund December 2016

MUFAP's Recommended Format

Fund Type	Open End
Category	Equity
Launch date	8 January 1995*
Net Assets	221,783,622
NAV	13.5998
Benchmark	KSE-100 index
Dealing Days & Cut-off time	Mon to Fri (9:00am to 3:00pm)
Pricing Mechanism	Forward
Management Fee	2%
Front-end Load	Upto 2%
Back-end Load	Nil
Trustee	CDC of Pakistan Ltd.
Auditor	KPMG Taseer Hadi & Co. Chart. Acco.
Asset Manager Rating-30 Nov' 16	AM4++ from 'PACRA'
Risk Profile of the Fund	High
Expense Ratio (Annualized)	3.35%
Leverage	Nil

Investment Objective: The objective of First Capital Mutual Fund is to augment wealth of investors through investments geared towards securing maximum returns while simultaneously offsetting resultant risks through efficient diversification across sectors with low correlation amongst them. The management of the fund is continuously striving towards achieving its objective.

Investment Committee

Mr. Imran Hafeez	Chief Executive Officer
Syed Asad Abbas Ali Zaidi	Chief Financial Officer
Syed Ghazanfar Ali Bukhari	Fund Manager

Sector Allocation (% of Total Assets)	December 16	November 16
Commercial Banks	17.70%	18.40%
Cement	13.40%	13.14%
Fertilizer	9.02%	9.93%
Power Generation & Distribution	6.52%	7.74%
Oil & Gas Exploration	6.39%	9.77%
Others	26.21%	29.31%

Asset Allocation (% of Total Assets)	December 16	November 16
Equities	79.24%	88.29%
T-Bills	7.29%	7.73%
Cash	12.62%	2.31%
Others including receivables	0.85%	1.67%

Stock Market Review: During the month of December 2016 KSE-100 (the benchmark) posted a magnificent return of 12.16% and closed CY16 with an incredible return of 45.68%. Oil & Gas sector was star performer with a massive gain of 20.2%, led by increasing international crude oil prices, on the back of OPEC's deal to cut output by 1.2 million bpd between OPEC and non OPEC members. Pharmaceuticals also outperformed the market with a gain of 12.8% during the month due to announcement of acquisition and addition of new products. Auto sector remained in limelight on the back of improving earnings outlook due to weakening Japanese Yen against the US Dollar. On the flip side, Fertilizer sector underperformed the market due to lackluster off-take and falling international urea prices. Banking sector also underperformed the market, despite strong run in the latter half on the expectation of uptick in inflation & interest rates.

Foreign investors remained net seller with the outflow of US\$144.41 million during the month under review, as compared to outflow of US\$117.05million in previous

Fund Returns		
	First Capital Mutual Fund	Benchmark
Year to date (YTD)	22.56%	26.53%
Trailing One Year	36.83%	45.68%
One Month Return	8.72%	12.16%
FY 2016	6.97%	9.84%
FY 2015	15.82%	16.01%
FY 2014	32.22%	41.16%
FY 2013	28.23%	52.20%
FY 2012	8.05%	10.44%
Since Inception**	9.20%	15.43%

Top Ten Stocks (% of Total Assets)	December 16	November 16
Habib Bank Ltd.	4.44%	5.66%
Oil & Gas Development Co. Ltd.	4.03%	4.75%
United Bank Ltd.	3.88%	4.93%
Hub Power Co. Ltd.	3.58%	3.27%
Engro Corp. Ltd.	3.54%	3.63%
Lucky Cement Ltd.	3.52%	3.16%
MCB Bank Ltd.	3.43%	3.40%
Bank of Punjab.	2.87%	0.52%
Power Cement Ltd.	2.43%	0.00%
Pak. Petroleum Ltd.	2.29%	2.32%

Disclosure: The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 8,204,866 upto June 2015, if the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.5031/4.53%. For details investors are advised to read Note 6 of the latest Financial Statements of the Scheme.

Name of Non-compliant investment	Type of investment	Value of investment before provision	Provision held if any	Value of investment after provision	Percentage (%) of Net Assets	Percentage (%) of Gross Assets
-	-	-	-	-	-	-

Fund Commentary: During the month under review, First Capital Mutual Fund's NAV has increased by 8.72% as compared to increase of 12.16% in KSE-100 (the benchmark), thereby underperformed the benchmark by 3.45%. The Fund underperformed the benchmark mainly on the back of low-weight in Oil & Gas Exploration sector, Automobile Assembler sector and Banking sector as compared to benchmark.

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. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand the investment policies and risks involved.

Performance Data does not include the cost incurred directly by an investor in the form of sales load etc.

*Converted into open end fund as on 30 July 2013

** Last 10 Years average annualized