

# First Capital Mutual Fund October 2017

## MUFAP's Recommended Format

<b>Fund Type</b>	Open End
<b>Category</b>	Equity
<b>Launch date</b>	8 January 1995*
<b>Net Assets</b>	159,217,734
<b>NAV</b>	9.6979
<b>Benchmark</b>	KSE-100 index
<b>Dealing Days &amp; Cut-off time</b>	Mon to Fri (9:00am to 3:00pm)
<b>Pricing Mechanism</b>	Forward
<b>Management Fee</b>	2%
<b>Front-end Load</b>	Upto 2%
<b>Back-end Load</b>	Nil
<b>Trustee</b>	CDC of Pakistan Ltd.
<b>Auditor</b>	KPMG Taseer Hadi & Co. Chart. Acco.
<b>Asset Manager Rating-30 Nov' 16</b>	AM4++ from 'PACRA'
<b>Risk Profile of the Fund</b>	High
<b>Expense Ratio (Annualized)</b>	4.08% (including 0.57% government levies)
<b>Leverage</b>	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)	October 17	September 17
<b>Commercial Banks</b>	<b>11.94%</b>	<b>17.90%</b>
<b>Cement</b>	<b>8.99%</b>	<b>9.81%</b>
<b>Fertilizer</b>	<b>8.17%</b>	<b>7.82%</b>
<b>Engineering</b>	<b>6.89%</b>	<b>8.04%</b>
<b>Oil &amp; Gas Marketing Co.</b>	<b>6.07%</b>	<b>6.07%</b>
<b>Others</b>	<b>29.91%</b>	<b>38.97%</b>

Asset Allocation (% of Total Assets)	October 17	September 17
<b>Equities</b>	<b>71.97%</b>	<b>88.61%</b>
<b>T-Bills</b>	<b>6.66%</b>	<b>6.02%</b>
<b>Cash</b>	<b>19.72%</b>	<b>4.31%</b>
<b>Others including receivables</b>	<b>1.65%</b>	<b>1.06%</b>

**Stock Market Review:** During the month of October 2017 KSE-100 (the benchmark) decreased by 6.58% due to uncertain political environment. Further, Uncertainty on external account and uninteresting corporate results for the September quarter also deteriorated investor's confidence.

During the month Oil & Gas Exploration, Fertilizer, and Auto Assembler sectors outperformed the market, while on the flipside Cement, Oil & Gas Marketing, Engineering, Commercial Banks, Power Generation & Distribution, and Textile Composite sectors lagged the market.

Foreign investors remained net seller with the outflow of US\$8.91 million during the month under review, as compared to outflow of US\$28.30 million in previous month.

Fund Returns		
	First Capital Mutual Fund	Benchmark
<b>Year to date (YTD)</b>	<b>-19.75%</b>	<b>-14.92%</b>
<b>Trailing One Year</b>	<b>-11.28%</b>	<b>-0.69%</b>
<b>One Month Return</b>	<b>-7.73%</b>	<b>-6.58%</b>
<b>FY 2017</b>	<b>17.28%</b>	<b>23.24%</b>
<b>FY 2016</b>	<b>6.97%</b>	<b>9.84%</b>
<b>FY 2015</b>	<b>15.82%</b>	<b>16.01%</b>
<b>FY 2014</b>	<b>32.22%</b>	<b>41.16%</b>
<b>FY 2013</b>	<b>28.23%</b>	<b>52.20%</b>
<b>Since Inception**</b>	<b>-1.89%</b>	<b>7.67%</b>

Top Ten Stocks (% of Total Assets)	October 17	September 17
<b>MCB Bank Ltd.</b>	<b>4.34%</b>	<b>4.14%</b>
<b>Engro Corp. Ltd.</b>	<b>4.12%</b>	<b>4.08%</b>
<b>Habib Bank Ltd.</b>	<b>3.59%</b>	<b>5.51%</b>
<b>Pakistan State Oil Ltd.</b>	<b>3.54%</b>	<b>3.48%</b>
<b>United Bank Ltd.</b>	<b>3.06%</b>	<b>4.45%</b>
<b>Lucky Cement Ltd.</b>	<b>3.27%</b>	<b>3.45%</b>
<b>Packages Ltd.</b>	<b>2.93%</b>	<b>4.40%</b>
<b>Hub Power Co. Ltd.</b>	<b>2.60%</b>	<b>3.20%</b>
<b>Oil &amp; Gas Development Ltd.</b>	<b>2.41%</b>	<b>2.27%</b>
<b>Pak. Petroleum Ltd.</b>	<b>2.26%</b>	<b>2.00%</b>

**Fund Commentary:** During the month under review, First Capital Mutual Fund's NAV has decreased by 7.73% as compared to decrease of 6.58% in KSE-100 (the benchmark), thereby underperforming the benchmark by 1.15%. The Fund underperformed the benchmark mainly on the back of under-weight in Oil & Gas Exploration and Fertilizer sector's stocks which outperformed the market.

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
-	-	-	-	-	-	-

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Performance Data does not include the cost incurred directly by an investor in the form of sales load etc. The performance reported is net of management fee & all other expenses and based on dividend reinvestment gross of with-holding tax where applicable

\*Converted into open end fund as on 30 July 2013

\*\* Last 10 Years average annualized