

# First Capital Mutual Fund September 2019

## 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>	101,867,455.95
<b>NAV</b>	6.0787
<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-28 April' 17</b>	AM4++ from 'PACRA'
<b>Risk Profile of the Fund</b>	High
<b>Expense Ratio (Annualized)</b>	4.19% (including 0.46% 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	Chief Investment officer/ Fund Manager

Sector Allocation (% of Total Assets)	September 19	August 19
<b>Commercial Banks</b>	<b>13.19%</b>	<b>14.94%</b>
<b>Oil &amp; Gas Exploration Com.</b>	<b>13.55%</b>	<b>13.95%</b>
<b>Inv. Bank/Inv. Cos./Securities Cos.</b>	<b>8.19%</b>	<b>4.10%</b>
<b>Cement</b>	<b>7.87%</b>	<b>9.56%</b>
<b>Automobile Assembler</b>	<b>6.92%</b>	<b>8.14%</b>
<b>Others</b>	<b>23.66%</b>	<b>22.95%</b>

Asset Allocation (% of Total Assets)	September 19	August 19
<b>Equities</b>	<b>73.38%</b>	<b>76.12%</b>
<b>T-Bills</b>	<b>16.28%</b>	<b>19.07%</b>
<b>Cash</b>	<b>8.08%</b>	<b>2.78%</b>
<b>Others including receivables</b>	<b>2.27%</b>	<b>2.03%</b>

**Stock Market Review:** During the month of September 2019 KSE-100 (the benchmark) increased by 8.11%, mainly on the back of decrease of 15% in Current Account Deficit in the month of August. Overall, 1<sup>st</sup> quarter 2019 ended with a decline of 5.4%. Value buying in the beaten down part of the market notably, E&P and OMCs sectors sparked rally at the local bourse during the outgoing month. In the ongoing corporate results season, subdued showing by the cyclical sectors drew investors' attention to the anemic economic activity, sending jitters in the market.

During the month Oil & Gas Exploration, Oil & Gas Marketing Companies (OMCs), Engineering, Pharmaceuticals, and Power Generation & Distribution sectors outperformed the market while on the flip side Automobile Assemblers, Cement, Chemical, Commercial Banks, Fertilizer, and Textile Composite sectors performance lagged the market.

Foreign investors remained net seller with the outflow of US\$2.52 million during the

Fund Returns		
	First Capital Mutual Fund	Benchmark
<b>Year to date (YTD)</b>	<b>-2.43%</b>	<b>-5.38%</b>
<b>Trailing One Year</b>	<b>-30.99%</b>	<b>-21.76%</b>
<b>One Month Return</b>	<b>14.50%</b>	<b>8.11%</b>
<b>FY 2019</b>	<b>-32.74%</b>	<b>-19.11%</b>
<b>FY 2018</b>	<b>-23.35%</b>	<b>-10.00%</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>Since Inception**</b>	<b>3.25%</b>	<b>10.59%</b>

Top Ten Stocks (% of Total Assets)	September 19	August 19
<b>First Capital Equities Ltd.</b>	<b>7.83%</b>	<b>3.67%</b>
<b>United Bank Ltd.</b>	<b>4.54%</b>	<b>5.04%</b>
<b>Mari Petroleum Ltd.</b>	<b>4.43%</b>	<b>4.87%</b>
<b>Lucky Cement Ltd.</b>	<b>3.65%</b>	<b>4.43%</b>
<b>Habib Bank Ltd.</b>	<b>3.88%</b>	<b>4.26%</b>
<b>MCB Bank Ltd.</b>	<b>3.48%</b>	<b>4.11%</b>
<b>Pak. State Oil Ltd.</b>	<b>3.91%</b>	<b>3.66%</b>
<b>Pak. Petroleum Ltd.</b>	<b>3.91%</b>	<b>3.52%</b>
<b>Oil &amp; Gas Develop. Co. Ltd.</b>	<b>3.03%</b>	<b>3.05%</b>
<b>Indus Motors Ltd.</b>	<b>2.38%</b>	<b>3.01%</b>

**Fund Commentary:** During the month under review, First Capital Mutual Fund's NAV has increased by 14.50% as compared to increase of 8.11% in KSE-100 (the benchmark), thereby outperforming the benchmark by 6.38%. The Fund outperformed the benchmark mainly on the back of high-weight in Oil & Gas Marketing Companies (OMCs), Engineering, Pharmaceuticals and Inv. Bank/Inv. Cos./Securities Cos. sectors scrip's which outperformed the market during the period under review.

Name of Non-compliant investment	Type of investment	Requirement	As per said criteria
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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