

First Capital Mutual Fund

April 2014

MUFAP's Recommended Format

Fund Type	Open End
Category	Equity
Launch date	30 July 2013
Net Assets	307,945,307
NAV	11.6121
Benchmark	KSE-100 index
Dealing Days & Cut-off time	Mon to Fri (9:00am to 3:00pm)
Pricing Mechanism	Forward
Management Fee	3%
Back-end Load (converted units)	20%
Trustee	CDC of Pakistan Ltd.
Auditor	A.F. Ferguson & Co. Chart. Acco.
Asset Manager Rating	AM4+ from 'PACRA'
Risk Profile of the Fund	Low
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

Shahzad Jawahar	Chief Executive Officer
Syed Asad Abbas Ali Zaidi	Chief Financial Officer
Syed Ghazanfar Ali Bukhari	Fund Manager

Sector Allocation (% of Total Assets)	Apr' 14	Mar' 14
Oil & Gas	19.79%	20.03%
Banks	15.60%	16.67%
Chemicals	12.97%	12.05%
Construction & Materials	9.93%	10.84%
Electricity	9.61%	9.44%
Others	27.68%	29.01%

Asset Allocation (% of Total Assets)	Apr' 14	Mar' 14
Equities	95.58%	98.04%
T-Bills	-	-
Cash	3.66%	0.54%
Others including receivables	0.76%	1.41%

Stock Market Review: The KSE-100 index has posted a return of 6.45% during the month under review mainly on the back of banking sector. The improvement in domestic law and order situation following the cease fire by Tehrek-e-Taliban Pakistan has contributed towards positive sentiment in market. Furthermore, the auction of 3G/4G licenses and issuance of US\$2billion Eurobond has improved the external account position. Moreover, the increased weight of Pakistan in MSCI FM Index has triggered the foreign buying which resultantly supported the market.

The future trend in local bourse will be set by the foreign investors' activity, foreign capital and financial inflows, the local law and order situation and the interest rate environment. The news flow on upcoming budget will also enhance the volatility in market.

Fund Returns		
	First Capital Mutual Fund	Benchmark*
Year to date (YTD)**	21.75%	24.01%
1-Month	4.68%	6.45%

*Benchmark=KSE-100 index

** The year of the fund starts from 30 July 2013 i.e. effective date of conversion from close end to open end scheme.

Top Ten Stocks (% of Total Assets)	Apr'14	Mar' 14
Fauji Fertilizer Co. Ltd.	4.90%	4.97%
Pakistan State Oil Ltd.	4.83%	5.88%
Pak. Petroleum Ltd.	4.40%	3.94%
Hub Power Co. Ltd.	4.28%	4.12%
Pak. Oilfields Ltd.	4.11%	4.37%
Shaheen Insurance Co. Ltd.	4.09%	4.36%
Engro Corporation Ltd.	3.78%	3.69%
Pak. Telecommunication Co. Ltd.	3.45%	3.86%
Attock Petroleum Limited	3.42%	3.53%
Nishat Mills Limited	2.87%	3.01%

Disclosure: The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 6,952,538, if the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.2613/2.74%. For details investors are advised to read Note 5 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 ended April 2014, First Capital Mutual Fund's NAV has increased by 4.68% as compared to increase of 6.45% in benchmark, thereby underperforming benchmark by 1.77%. On the YTD basis, the fund has underperformed the benchmark by 2.26%. On average, the fund remained 96.81% invested in equity.

During the month under review, the healthy performance of Banking, Pharmaceutical & Bio-tech, and Automobile & Parts sector had positively contributed in the growth of portfolio while the NAV remained pressurized on the back of subdued performance of Oil & Gas, Chemicals, Telecom, and Personal Goods Sector to which the Fund has significant exposure.

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. The NAV based prices of units and any dividends/returns thereon are dependent on forces and factors affecting the capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.