

# First Capital Mutual Fund July 2015

## 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>	276,291,391
<b>NAV</b>	12.5161
<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>	3%
<b>Front-end Load</b>	Upto 2%
<b>Back-end Load</b>	Nil
<b>Trustee</b>	CDC of Pakistan Ltd.
<b>Auditor</b>	A.F. Ferguson & Co. Chart. Acco.
<b>Asset Manager Rating-6 Dec' 14</b>	AM4+ from 'PACRA'
<b>Risk Profile of the Fund</b>	High
<b>Leverage</b>	Nil

Sector Allocation (% of Total Assets)	July 15	June 15
Commercial Banks	22.52%	21.77%
Fertilizer	13.97%	13.29%
Cement	12.70%	11.61%
Power Generation & Distribution	8.20%	8.27%
Oil & Gas Exploration Companies	6.49%	8.51%
Others	26.75%	28.87%

Asset Allocation (% of Total Assets)	July 15	June 15
Equities	90.63%	92.32%
T-Bills	6.59%	3.48%
Cash	0.84%	0.54%
Others including receivables	1.94%	3.66%

**Stock Market Review:** During the month of July 2015, KSE-100 index posted a stellar return of 3.9% on the back of attractive valuations in the market, expanding monetary conditions, soft inflation and interest rate outlook and improving law and order situation. The decline in the returns offered by fixed income instruments is mainly driving the bullish trend of the equity market. Significant investment in energy and infrastructure under the China-Pak economic corridor programme along with the expectation of sovereign rating upgrade is overall creating the positive environment for the local market. However the foreign investors remained the net sellers of shares worth US\$ 21 million.

The key risk to the local bourse is the expectation of sell-off in emerging markets after the hike in interest rates by US-Fed.

**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

Fund Returns		
	First Capital Mutual Fund	Benchmark
<b>Year to date (YTD)</b>	4.56%	3.90%
<b>Trailing One Year</b>	17.58%	17.90%
<b>One Month Return</b>	4.56%	3.90%
<b>FY 2015</b>	15.82%	16.01%
<b>FY 2014</b>	32.22%	41.16%
<b>FY 2013</b>	28.23%	52.20%
<b>FY 2012</b>	8.05%	10.44%
<b>FY 2011</b>	11.15%	28.53%
<b>Since Inception**</b>	10.99%	17.59%

Top Ten Stocks (% of Total Assets)	July 15	June 15
MCB Bank Limited	5.59%	5.27%
Fauji Fertilizer Co. Ltd.	4.73%	4.87%
Engro Corporation	4.26%	3.94%
United Bank Limited	4.01%	3.92%
Lucky Cement	3.69%	3.07%
Hub Power Company	3.20%	3.14%
Oil & Gas Development Co. Ltd.	2.66%	3.44%
Pak. Petroleum Ltd.	2.62%	3.29%
Pakistan State Oil Ltd.	2.47%	2.70%
Habib Bank Limited	2.37%	2.29%

**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.0.3717/3.11%. For details investors are advised to read Note 7 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 4.56% as compared to increase of 3.90% in benchmark, thereby outperforming benchmark by 0.66%. The Fund outperformed the KSE-100 index mainly on the back of overweight in FATIMA, BYCO, HASCOL and certain stocks of Non-Life insurance sector. Furthermore, the lower weight of the Fund in OGDC also contributed towards the outperformance of the Fund.

**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