

# First Capital Mutual Fund May 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>	292,558,601
<b>NAV</b>	11.4796
<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)	May 15	Apr' 15
Commercial Banks	20.42%	20.08%
Fertilizer	13.72%	13.41%
Cement	10.86%	10.38%
Oil & Gas Exploration Companies	8.50%	9.13%
Oil & Gas Marketing Companies	8.44%	8.73%
Others	29.88%	27.47%

Asset Allocation (% of Total Assets)	May 15	Apr' 15
Equities	91.82%	89.20%
T-Bills	6.31%	5.93%
Cash	1.11%	4.12%
Others including receivables	0.76%	0.75%

**Stock Market Review:** During the month of May 2015, KSE-100 index depicted a decline of 2% mainly on the back of uncertainty regarding federal budget 2015-16 and news flow relating to judicial inquiry into rigging allegations on 2013 general elections.

On the flipside, accommodative monetary policy and recent 100 bps discount rate cut, soft inflation outlook, strengthening external reserve position and controlled fiscal deficit are the supportive of equity markets.

Automobile Assemblers, Engineering, Oil & Gas Marketing, Paper & Board and Pharmaceuticals sectors outperformed the market while Cement, Chemicals, Commercial banks and Fertilizer sectors lagged the market.

**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>	11.08%	11.48%
<b>Trailing One Year</b>	10.47%	11.16%
<b>One Month Return</b>	-3.20%	-2.00%
<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>FY 2010</b>	13.72%	35.74%
<b>Since Inception**</b>	10.12%	18.25%

Top Ten Stocks (% of Total Assets)	May 15	Apr' 15
<b>Fauji Fertilizer Co. Ltd.</b>	5.59%	5.36%
<b>MCB Bank Limited</b>	4.42%	3.99%
<b>Engro Corporation</b>	3.90%	3.94%
<b>Lucky Cement</b>	3.88%	3.73%
<b>Oil &amp; Gas Development Co. Ltd.</b>	3.55%	3.87%
<b>Attock Petroleum Limited</b>	3.51%	3.36%
<b>United Bank Limited</b>	3.44%	3.66%
<b>Pakistan State Oil Ltd.</b>	3.28%	3.22%
<b>Pak. Petroleum Ltd.</b>	3.25%	3.26%
<b>Hub Power Company</b>	2.50%	2.37%

**Disclosure:** The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 7,591,868, if the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.2980/2.88%. 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 decreased by 3.20% as compared to decline of 2.00% in benchmark, thereby underperforming benchmark by 1.20%. The Fund underperformed the market mainly on the back of overweight investment in certain stocks of commercial banks and non-life insurance sectors.

**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