

Risk 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.



FUND MANAGERS REPORT

MAY 2016

Mutual Fund Association of Pakistan (MUFAP) Recommended Format



Rated 'AM2-' by JCR-VIS

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ECONOMIC REVIEW

Headline inflation (CPI) clocked in at 3.17% Y/Y for May'16 (vs. 4.17% Y/Y recorded for the month of Apr'16 and vs. 3.16% Y/Y recorded for the month of May'15) while average CPI for 11MFY16 clocked in at 2.82%. On a sequential basis, CPI decreased by 0.21% M/M during May'16. A sequential downtick in CPI was due to -0.88% M/M decrease in Food group (Non-perishable food items decreased by -0.17% M/M and perishable food items decreased by -5.13%). According to PBS released data, current account for 10MFY16 reported a decline of 18% Y/Y to USD 1.5bn versus USD 1.85bn deficit in 10MFY15 (Apr'16 posted a surplus of USD 100mn, mainly due to stable remittances flow); the decline in CAD is attributable to a decline in imports by 5% Y/Y to USD 32.65bn, while exports failed to recover with a decline of 9% Y/Y at USD 18.19bn (largely due to decline in commodity prices in tandem with crude oil, and stiff competition from regional players). Remittances however, witnessed an uptick of 5% Y/Y to USD 16.03bn during 10MFY16. During 10MFY16 FDI clocked in at USD 1,002mn, up 12% Y/Y versus USD 893mn in 10MFY15. Going forward, on the macro front, foreign inflows in absence of IMF receipts are expected to materialize from CSF, WB & ADB, while remittances are expected to grow at a steady rate. International Oil prices have rallied sharply which reflects some threat to Oil import bill however our exports are expected to reflect growth with a lagged effect as international commodities have already started to scale up gradually and Govt. is expected to support export oriented industries in Budget FY17. Moreover, with record FX reserves, an import cover of ~5.0x, PKR is expected to remain stable in CY16.

MONEY MARKET REVIEW

During the period under review, SBP conducted T-bill auctions twice with a cumulative target of PKR300bn against maturity of PKR~242.8bn. Cumulative participation in the auction was PKR~1039.8bn with a major amount accepted in six months tenor, total amount accepted was PKR~511.2bn (excluding non-competitive bids). The cut-offs yields in the last auction were 5.9910% for 3Months, 6.0109% for 6Months and 6.0273% for 12Months. SBP also conducted a PIB auction on May 19, 2016, against a target of PKR 50bn, participation of PKR~82.6bn (face value) was witnessed at higher yields. However, the Ministry of Finance rejected all bids.

EQUITY MARKET

The benchmark KSE-100 Index increased by 3.87% M/M during May'16 (vs. an increase of 4.77% M/M in Apr'16) as the index continued its momentum which initiated in Mar'16 and added 1,228 points during the month to close at 35,947 level with average volumes up ~15% M/M to ~271mn shares, taking FY16TD average volumes to ~211mn shares. On the foreign counter, net inflow of USD 3.62mn was recorded for the month taking 11MFY16 cumulative outflow to USD -355.76mn, versus net inflow of USD 30.85mn during 11MFY15. The market continued its positive momentum on the back of a rally in EnP stocks as international crude prices (WTI) rallied +6.93% M/M to close at USD 49.10/bbl. The KSE-100 out-performed the MSCI EM/FM index by 7.76%/3.53% during the month, as global markets corrected on expectation of hike in US Fed rates in Jun'16. Major developments during the month included 1) PTA is set to hold auctions for Next Generation Mobile Services on Jun 11 with targeted revenue of PKR 42bn, 2) Semi Annual MSCI review resulted in inclusion of 2 stocks, 3) Fertilizer companies slashed urea prices by PKR 60/bag after revision of gas prices, 4) KAPCO secured an upfront tariff for its 660MW coal plant, 5) LSM growth registered 4.7% Y/Y for 9MFY16 mainly led by Auto and Fertilizer sector, 6) PSO announced its plan to build refinery with an estimated investment of USD 6bn, 7) SBP slashed discount rate by 25bps to 6.25% in last monetary policy of FY16.

PICIC CASH FUND (PICIC-CF)

INVESTMENT OBJECTIVE:

To provide competitive returns to its investors through active investments in low risk portfolio of short duration, while maintaining high liquidity. The Fund aims to maximize returns through efficient utilization of investment and liquidity management tools.

FUND INFORMATION

Fund Type	Open-end
Category	Money Market Scheme
Launch Date	December 14th 2010
Net Assets	PKR 3,203 million
NAV per Unit	PKR 105.8202
Expense Ratio	0.69%
Trustee	CDC
Auditor	BDO Ebrahim & Co.
Benchmark	Average of 3M AA Rated Bank Deposit
Dealing Days	Monday-Friday
Cut off time	4:00 pm (Mon to Fri)
Pricing Mechanism	Backward
Management Fee	0.5% per annum
AMC Rating	AM2-(JCR-VIS) 28/12/2015
Fund Stability Rating	AA(f) (JCR-VIS) 28/12/2015
Front-end Load	Class D: 1% of NAV
Min. Subscription	PKR 5,000
Fund Manager	Tauqir Shamshad
Listing	PSX
Leverage	Nil
Risk Profile	Low

FUND MANAGER COMMENTS

During the month of May, the Fund size increased to PKR 3,203mn from PKR 3,009mn in Apr'16. The Fund earned an annualized return of 5.50% for the month against the benchmark return of 4.62%. The overall weighted average time to maturity stood at 49 days against 65 days in the previous month.

MATURITY PROFILE

Weighted Average Maturity	49 Days	
Asset Allocation (% of Total Assets)	May'16	Apr'16
T-Bills	56	61
Placement with Banks and DFI's	0	17
Cash	29	6
Other including receivables	1	1
PIB's	14	15
Total	100	100

PERFORMANCE ANNUALIZED (%)

	FUND	BENCHMARK
FY 15	10.51	6.83
FY 14	8.37	7.16
FY 13	9.08	7.59
FY 12	11.44	9.67
FY 11	11.68	9.39

ASSET QUALITY



ANNUALIZED PERFORMANCE (%)	FUND	BENCHMARK
Year to Date return (FYTD)	5.95	4.72
Trailing 12M return	7.58	4.77
Month to Date return	5.50	4.62
Inception to date return**	11.58	7.46

KEY RATES (%)

	May'16
KIBOR (1M)*	5.92
KIBOR (3M)	6.04
KIBOR (6M)	6.06
Latest T-bills Cut-off (3M)	5.99
Latest T-bills Cut-off (6M)	6.01
Latest T-bills Cut-off (12M)	6.03
PIB Cut-Off (3Yr)	6.55
PIB Cut-Off (5Yr)	7.00
PIB Cut-Off (10Yr)	8.18
CPI Inflation	3.17
Discount Rate	6.25

Source: SBP, Bloomberg

INVESTMENT COMMITTEE MEMBERS

Rehan N. Shaikh, Chief Executive Officer
 Tauqir Shamshad, Head of Fixed Income
 Noman Ameer, Manager Risk

Monthly Fund Performance Annualized (%)

	Jun-15	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	Jan-16	Feb-16	Mar-16	Apr-16	May-16
Fund Returns	24.48	6.39	5.77	7.00	6.49	5.41	5.66	5.80	5.39	5.22	5.37	5.50
Benchmark	5.35	5.03	5.03	4.58	4.65	4.65	4.65	4.65	4.65	4.65	4.70	4.62

Mutual Fund Association of Pakistan (MUFAP) Recommended Format

Note: 1- Performance data does not include cost of sales loads. 2- Computation of performance is dividend adjusted NAV to NAV basis

*Average (BID) for the period
 ** From December 14th 2010

The scheme has maintained provisions against WWF liability to the tune of Rs 15,092,611 if the same were not made the NAV per unit/return of the scheme would be higher by Re0.4986/0.54% (YTD). For details, investors are advised to read the Note 6.1 of the latest financial statements of the scheme.

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PICIC INCOME FUND (PICIC-IF)

INVESTMENT OBJECTIVE:

To provide competitive returns to its investors through active investments in a blend of short, medium and long term debt instruments. The Fund aims to preserve capital while maximizing returns through efficient utilization of investment and liquidity management tools.

FUND INFORMATION

Fund Type	Open-end
Category	Income Scheme
Launch Date	July 24th 2010
Net Assets	PKR 2,463 million
NAV per Unit	PKR 110.3152
Expense Ratio	1.60%
Trustee	CDC
Auditor	BDO Ebrahim & Co.
Benchmark	Average of 6M KIBOR
Dealing Days	Monday-Friday
Cut off time	4:00 pm (Mon to Fri)
Pricing Mechanism	Forward
Management Fee	1.25% per annum
AMC Rating	AM2-(JCR-VIS) 28/12/2015
Fund Stability Rating	A(f) (JCR-VIS) 04/01/2016
Front-end Load	Class D: 1.25%NAV
Min.Subscription	PKR 5,000
Fund Manager	Tauqir Shamshad
Listing	PSX
Leverage	Nil
Risk Profile	Low to Medium

FUND MANAGER COMMENTS

During the month of May, the Fund size increased to PKR 2,463mn from PKR 2,339mn in Apr'16. The Fund earned an annualized return of 9.01% for the month against the benchmark return of 6.06%. The weighted average maturity days decreased to 483 days against 929 days in Apr'16 as the Fund Manager realized Capital gains. The Fund Managers are of the view that as we approaches Fiscal Year end and due to seasonal outflow on account of Zakat and Eid there will be pressure on the yields .

TOP TFCs / SUKUK HOLDING (% OF TOTAL ASSETS)

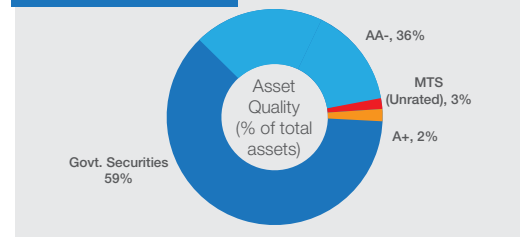
Engro Fertilizer Limited Sukuk	2.31
Engro Fertilizer Limited - ST Sukuk	5.56
Soneri Bank Limited - TFC	1.97

MATURITY PROFILE

Weighted Average Maturity **483 Days**

Asset Allocation (% of Total Assets)	May'16	Apr'16
Cash	28	11
T-Bills	39	27
PIB's	20	48
Placement with Banks and DFI's	0	6
TFC / Corporate Sukuk	10	5
MTS	3	2
Other including receivables	0	1
Total	100	100

ASSET QUALITY



ANNUALIZED PERFORMANCE (%)	FUND	BENCHMARK
Year to Date return (FYTD)	7.75	6.31
Trailing 12M return	6.75	6.34
Month to Date return	9.01	6.06
Inception to date return**	13.14	9.95

KEY RATES (%)	May'16
KIBOR (1M)*	5.92
KIBOR (3M)	6.04
KIBOR (6M)	6.06
Latest T-bills Cut-off (3M)	5.99
Latest T-bills Cut-off (6M)	6.01
Latest T-bills Cut-off (12M)	6.03
PIB Cut-Off (3Yr)	6.55
PIB Cut-Off (5Yr)	7.00
PIB Cut-Off (10Yr)	8.18
CPI Inflation	3.17
Discount Rate	6.25

Source: SBP, Bloomberg

PERFORMANCE ANNUALIZED (%)

	FUND	BENCHMARK
FY 15	11.75	8.74
FY 14	8.78	9.57
FY 13	9.52	9.67
FY 12	11.85	12.13
FY 11	11.66	13.20

INVESTMENT COMMITTEE MEMBERS

Rehan N. Shaikh, Chief Executive Officer
 Tauqir Shamshad, Head of Fixed Income
 Noman Ameer, Manager Risk

Monthly Fund Performance Annualized (%)

	Jun-15	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	Jan-16	Feb-16	Mar-16	Apr-16	May-16
Fund Returns	-3.58	8.17	7.50	7.64	11.25	0.58	6.52	12.51	13.17	6.15	0.13	9.01
Benchmark	6.63	6.79	6.81	6.56	6.22	6.21	6.27	6.17	6.11	6.11	6.11	6.06

Mutual Fund Association of Pakistan (MUFAP) Recommended Format

Note: 1-Performance data does not include cost of sales loads. 2- Computation of performance is dividend adjusted NAV to NAV basis

*Average (BID) for the period

**July 24th 2010

The scheme has maintained provisions against WWF liability to the tune of Rs 14,182,758 if the same were not made the NAV per unit/return of the scheme would be higher by Re0.6353/ 0.67% (YTD). For details, investors are advised to read the Note 6.1 of the latest financial statements of the scheme.

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PICIC ISLAMIC INCOME FUND (PICIC-IIF)

INVESTMENT OBJECTIVE:

To provide competitive risk adjusted returns to its investors by investing in a diversified portfolio of long, medium and short term Shariah compliant debt instruments while taking in to account liquidity considerations.

FUND INFORMATION

Fund Type	Open-end
Category	Islamic Income Scheme
Launch Date	May 29th 2014
Net Assets	PKR 343 million
NAV per Unit	PKR 104.8854
Expense Ratio	1.40%
Trustee	CDC
Auditor	BDO Ebrahim & Co.
Benchmark	Avg. of 6M profit rate of 3 Islamic Banks or Islamic Windows of Conventional Banks rated A and above
Dealing Days	Monday-Friday
Cut off time	4:00 pm (Mon to Fri)
Pricing Mechanism	Forward
Management Fee	10% of gross Earnings subject to minimum fee of 0.50% and maximum fee of 1.50% of average daily net assets
AMC Rating	AM2-(JCR-VIS) 28/12/2015
Fund Stability Rating	A(f) (JCR-VIS) 28/12/2015
Front-end Load	Class B: 0% to 1.50%
Min. Subscription	PKR 5,000
Fund Manager	Tauqir Shamshad
Listing	PSX
Leverage	Nil
Risk Profile	Low
Shariah Advisor	Fortune Islamic Services (Pvt) Ltd

TOP TFCs / SUKUK HOLDING (% OF TOTAL ASSETS)

Engro Fertilizer Limited Sukuk	11.13
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FUND MANAGER COMMENTS

During the month of May, the Fund size reduced to PKR 343mn from PKR 391mn in Apr'16. The Fund earned an annualized return of 4.74% for the month. The overall weighted average time to maturity stood at 128 days against 116 days in the previous month. The Fund Manager would try to explore the potential by deploying amount in Term Deposits to augment the Fund's return.

KEY RATES (%)

	May'16
KIBOR (1M)*	5.92
KIBOR (3M)	6.04
KIBOR (6M)	6.06
Latest T-bills Cut-off (3M)	5.99
Latest T-bills Cut-off (6M)	6.01
Latest T-bills Cut-off (12M)	6.03
PIB Cut-Off (3Yr)	6.55
PIB Cut-Off (5Yr)	7.00
PIB Cut-Off (10Yr)	8.18
CPI Inflation	3.17
Discount Rate	6.25

Source: SBP, Bloomberg

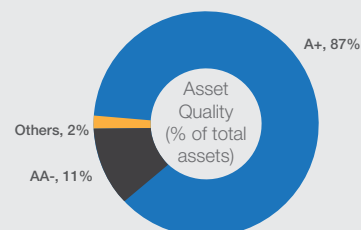
INVESTMENT COMMITTEE MEMBERS

Rehan N. Shaikh, Chief Executive Officer
 Tauqir Shamshad, Head of Fixed Income
 Noman Ameer, Manager Risk

MATURITY PROFILE

Weighted Average Maturity	128 Days	
Asset Allocation (% of Total Assets)	May'16	Apr'16
Cash	87	88
Ijarah Sukuks	0	0
Placement with Banks and DFI's	0	0
TFC / Corporate Sukuks	11	10
Other including receivables	2	2
Total	100	100

ASSET QUALITY



ANNUALIZED PERFORMANCE (%)

	FUND	BENCHMARK
Year to Date return (FYTD)	4.87	5.18
Trailing 12M return	5.49	5.19
Month to date return	4.74	5.36
Inception to date**	7.03	5.95

PERFORMANCE ANNUALIZED (%)

	FUND	BENCHMARK
FY 15	8.37	6.58
FY 14	8.95	6.49

Monthly Fund Performance Annualized (%)

	Jun-15	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	Jan-16	Feb-16	Mar-16	Apr-16	May-16
Fund Returns	11.53	5.79	5.46	4.05	5.37	2.42	3.19	4.55	6.92	5.17	4.80	4.74
Benchmark	5.33	5.37	4.05	4.89	4.39	5.28	5.29	5.30	5.67	5.72	5.65	5.36

Mutual Fund Association of Pakistan (MUFAP) Recommended Format

Note: 1- Performance data does not include cost of sales loads. 2- Computation of performance is dividend adjusted NAV to NAV basis

*Average (bid) for the period

**From May 29th 2014

The scheme has maintained provisions against WWF liability to the tune of Rs 333,193 if the same were not made the NAV per unit/return of the scheme would be higher by Re 0.1018/0.11%(YTD). For details, investors are advised to read the Note 6.1 of the latest financial statements of the scheme.

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PICIC STOCK FUND (PICIC-SF)

INVESTMENT OBJECTIVE:

The fund objective is to provide its investors maximum risk adjusted returns over longer investment horizon by investing in a diversified equity portfolio that offers both capital gains and dividend income.

FUND INFORMATION

Fund Type	Open-end
Category	Equity Scheme
Launch Date	September 27th 2011
Net Assets	PKR 267 million
NAV per Unit	PKR 133.7698
Expense Ratio	4.14%
Trustee	CDC
Auditor	A.F.Ferguson & Co.
Benchmark	KSE-100 Index
Dealing Days	Monday-Friday
Cut off time	4:00 pm (Mon to Fri)
Pricing Mechanism	Forward
Management Fee	2% per annum
AMC Rating	AM2-(JCR-VIS) 28/12/2015
Front-end Load	3%
Min.Subscription	PKR 5,000
Fund Manager	Yasir Yousuf
Listing	PSX
Leverage	Nil
Risk Profile	Moderate to High

FUND MANAGER COMMENTS

The NAV of PICIC-SF increased by 3.00% during May'16, under-performing the benchmark by 0.87%. The benchmark KSE-100 Index increased by 3.87% M/M during May'16 (vs. an increase of 4.77% M/M in Apr'16) as the index continued its momentum which initiated in Mar'16 and added 1,228 points during the month to close at 35,947 level with average volumes up ~15% M/M to ~271mn shares, taking FY16TD average volumes to ~211mn shares. On the foreign counter, net inflow of USD 3.62mn was recorded for the month taking 11MFY16 cumulative outflow to USD -355.76mn, versus net inflow of USD 30.85mn during 11MFY15. The market continued its positive momentum on the back of a rally in EnP stocks as international crude prices (WTI) rallied +6.93% M/M to close at USD 49.10/bbl. The KSE-100 out-performed the MSCI EM/FM index by 7.76%/3.53% during the month, as global markets corrected on expectation of hike in US Fed rates in Jun'16. Major developments during the month included 1) PTA is set to hold auctions for Next Generation Mobile Services on Jun 11 with targeted revenue of PKR 42bn, 2) Semi Annual MSCI review resulted in inclusion of 2 stocks, 3) Fertilizer companies slashed urea prices by PKR 60/bag after revision of gas prices, 4) KAPCO secured an upfront tariff for its 660MW coal plant, 5) LSM growth registered 4.7% Y/Y for 9MFY16 mainly led by Auto and Fertilizer sector, 6) PSO announced its plan to build refinery with an estimated investment of USD 6bn, 7) SBP slashed discount rate by 25bps to 6.25% in last monetary policy of FY16. We will continue to evaluate the market for new investment opportunities that would benefit our valued investors, whilst maintaining our blue chip investment profile, along with ensuring adequate levels of cash in order to meet any redemption.

ASSET ALLOCATION (% of Total Assets)

	May '16	Apr '16
Cash	8	5
Stocks / Equities	84	93
Other including receivables	8	2
Total	100	100

Top Ten Holdings (as of May'16)	(% of Total Assets)
MCB Bank Ltd	5.12
Systems Limited	4.87
Kot Addu Power Company Ltd	4.82
K-Electric Limited	4.36
Engro Fertilizers Limited	4.26
Habib Bank Ltd	4.01
Attock Petroleum Ltd	3.90
Fauji Fertilizer Bin Qasim Ltd	3.84
Lucky Cement Ltd	3.60
Pakistan State Oil Company Ltd	3.39

FUND PERFORMANCE ABSOLUTE (%)

	FUND	BENCHMARK
Year to Date return (FYTD)	7.17	4.83
Trailing 12M	12.04	9.09
FY-15	11.15	16.01
FY-14	41.93	41.16
FY-13	48.18	52.20
FY-12	12.90	19.69
Inception to date	182.85	212.73

INVESTMENT COMMITTEE MEMBERS

Rehan N. Shaikh, Chief Executive Officer
 Tauqir Shamshad, Head of Fixed Income
 Yasir Yousuf, Fund Manager
 Noman Ameer, Manager Risk

EQUITY SECTOR ALLOCATION (% of Total Assets)

	May 16(%)	Apr 16(%)
Commercial banks	13.02	16.30
Power generation & distribution	12.34	9.26
Fertilizer	10.23	10.51
Cement	10.01	9.86
Oil & gas marketing companies	7.45	9.72
Other	30.47	37.24
Total	83.52	92.88

Fund Performance Actual (%)

	FYTD	Trailing 12M	1 Month	3 Month	6 Month
Fund Returns	7.17	12.04	3.00	14.02	10.75
Benchmark	4.83	9.09	3.87	14.96	11.80

Mutual Fund Association of Pakistan (MUFAP) Recommended Format

Note: 1-performance data does not include cost of sales loads. 2- Computation of performance is dividend adjusted NAV to NAV basis

The scheme has maintained provisions against WWF liability to the tune of Rs 4,891,995 if the same were not made the NAV per unit/return of the scheme would be higher by Rs 2.4538/ 1.97% (YTD). For details, investors are advised to read the Note 5.1 of the latest financial statements of the scheme.

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PICIC ISLAMIC STOCK FUND (PICIC-ISF)

INVESTMENT OBJECTIVE:

The objective of PICIC Islamic Stock Fund is to provide the maximum total return to the unit holders from investment in Shariah Compliant equity investments for the given level of risk.

FUND INFORMATION

Fund Type	Open-end
Category	Islamic Equity Scheme
Launch Date	May 29th 2014
Net Assets	PKR 402 million
NAV per Unit	PKR 129.2864
Expense Ratio	3.89%
Trustee	CDC
Auditor	BDO Ebrahim & Co.
Benchmark	KMI-30 Index
Dealing Days	Monday-Friday
Cut off time	4:00 pm (Mon to Fri)
Pricing Mechanism	Forward
Management Fee	2% per annum
AMC Rating	AM2-(JCR-VIS) 28/12/2015
Front-end Load	3%
Min. Subscription	PKR 5,000 (Growth Unit)
Fund Manager	Yasir Yousuf
Listing	PSX
Leverage	Nil
Risk Profile	Moderate to High
Shariah Advisor	Fortune Islamic Services (Pvt) Ltd

FUND MANAGER COMMENTS

The NAV of PICIC-ISF increased by 3.54% during May'16, under-performing the benchmark KMI30 by 0.97%. The benchmark KMI30 Index increased by 4.51% during the month (vs. an increase of 3.98% in Apr'16). Activity at the bourse remained slightly better with average volumes up ~15% M/M to ~271mn shares, taking FY16TD average volumes to ~211mn shares. On the foreign counter, net inflow of USD 3.62mn was recorded for the month taking 11MFY16 cumulative outflow to USD -355.76mn, versus net inflow of USD 30.85mn during 11MFY15. The market continued its positive momentum on the back of a rally in EnP stocks as international crude prices (WTI) rallied +6.93% M/M to close at USD 49.10/bbl. The KSE-100 out-performed the MSCI EM/FM index by 7.76%/3.53% during the month, as global markets corrected on expectation of hike in US Fed rates in Jun'16. Major developments during the month included 1) PTA is set to hold auctions for Next Generation Mobile Services on Jun 11 with targeted revenue of PKR 42bn, 2) Semi Annual MSCI review resulted in inclusion of 2 stocks, 3) Fertilizer companies slashed urea prices by PKR 60/bag after revision of gas prices, 4) KAPCO secured an upfront tariff for its 660MW coal plant, 5) LSM growth registered 4.7% Y/Y for 9MFY16 mainly led by Auto and Fertilizer sector, 6) PSO announced its plan to build refinery with an estimated investment of USD 6bn, 7) SBP slashed discount rate by 25bps to 6.25% in last monetary policy of FY16. We will continue to evaluate the market for new investment opportunities that would benefit our valued investors, whilst maintaining our blue chip investment profile, along with ensuring adequate levels of cash in order to meet any redemption.

ASSET ALLOCATION (% of Total Assets)

	May '16	Apr '16
Cash	15	12
Stocks / Equities	78	85
Other including receivables	7	3
Total	100	100

Top Ten Holdings (as of May'16) (% of Total Assets)

Kot Addu Power Company Ltd	7.10
Systems Limited	6.11
Pioneer Cement Limited	4.80
Engro Fertilizers Limited	4.48
K-Electric Limited	4.37
Engro Corporation Ltd	4.37
Lucky Cement Ltd	4.35
Pakistan State Oil Company Ltd	3.84
Amreli Steels Limited	3.74
Attock Petroleum Ltd	3.71

FUND PERFORMANCE ABSOLUTE (%)

	FUND	BENCHMARK
Year to Date return (FYTD)	11.00	10.46
Trailing 12M	15.80	15.72
FY - 15	24.49	20.10
FY - 14 (May 29 '14 to Jun 30 '14)	0.84	2.06
Inception to date (May 29 '14)	39.34	35.40

INVESTMENT COMMITTEE MEMBERS

Rehan N. Shaikh, Chief Executive Officer
 Tauqir Shamshad, Head of Fixed Income
 Yasir Yousuf, Fund Manager
 Noman Ameer, Manager Risk

EQUITY SECTOR ALLOCATION (% of Total Assets)

	May'16(%)	Apr'16(%)
Cement	13.02	14.56
Power generation & distribution	11.47	8.75
Fertilizer	11.10	9.92
Technology & communication	8.11	8.37
Oil & gas marketing companies	7.63	10.59
Others	26.62	33.08
Total	77.96	85.27

Fund Performance Actual (%)

	FYTD	Trailing 12M	1 Month	3 Month	6 Month
Fund Returns	11.00	15.80	3.54	13.59	11.34
Benchmark	10.46	15.72	4.51	17.69	18.29

Mutual Fund Association of Pakistan (MUFAP) Recommended Format

Note: 1-Performance data does not include cost of sales loads. 2- Computation of performance is dividend adjusted NAV to NAV basis

The scheme has maintained provisions against WWF liability to the tune of Rs 1,000,124 if the same were not made the NAV per unit/return of the scheme would be higher by Re 0.3214/0.28% (YTD). For details, investors are advised to read the Note 6.1 of the latest financial statements of the scheme.

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PICIC ENERGY FUND (PEF)

INVESTMENT OBJECTIVE:

The fund objective is to invest in securities defined in the energy sector to provide investors access to high quality blue chip stocks in the Energy sector.

FUND INFORMATION

Fund Type	Open-end
Category	Equity Scheme
Launch Date (Closed Ended)	January 2006
Conversion Date (Open Ended)	June 25, 2013
Net Assets	PKR 957 million
NAV per Unit	PKR 11.7808
Expense Ratio	2.51%
Trustee	CDC
Auditor	BDO Ebrahim & Co,
Benchmark	KSE-100 Index
Dealing Days	Monday-Friday
Cut off time	4:00 pm (Mon to Fri)
Pricing Mechanism	Forward
Management Fee	2% per annum
AMC Rating	AM2-(JCR-VIS) 28/12/2015
Front-end Load	3%
Min.Subscription	PKR 5,000
Fund Manager	Adeel Abdul Wahab
Listing	PSX
Leverage	Nil
Risk Profile	Moderate to High

FUND MANAGER COMMENTS

The NAV of PEF increased by 3.26% during May '16, under-performing the benchmark by 0.61%, on back of lackluster performance of power generation stocks. We will continue to recalibrate our energy composite portfolio to maximize returns, whilst ensuring adequate levels of cash in order to meet the redemption requests of our valued investors.

ASSET ALLOCATION (% of Total Assets)

	May '16	Apr '16
Cash	7	6
Stocks / Equities	91	90
Other including receivables	2	4
Total	100	100

Top Ten Holdings (as of May'16)	(% of Total Assets)
Kot Addu Power Company Ltd	16.75
Lalpir Power Limited	10.89
Attock Petroleum Ltd	10.21
Shell Pakistan Ltd	9.75
Nishat Chunian Power Ltd	8.62
Pakistan Oilfields Ltd	7.58
Oil & Gas Development Co Ltd	7.07
Pakistan Petroleum Ltd	6.63
Nishat Power Limited	6.49
K-Electric Limited	4.11

FUND PERFORMANCE ABSOLUTE (%)

	FUND	BENCHMARK
Year to Date return (FYTD)	(4.73)	4.83
Trailing 12M	(4.72)	9.09
FY-15	8.18	16.01
FY-14	23.92	41.16
FY-13	0.55	(0.5)
Inception to date*	28.42	70.82

* Date of Conversion- Jun 25 '13

INVESTMENT COMMITTEE MEMBERS

Rehan N. Shaikh, Chief Executive Officer
Tauqir Shamshad, Head of Fixed Income
Adeel Abdul Wahab, Fund Manager
Noman Ameer, Manager Risk

EQUITY SECTOR ALLOCATION (% of Total Assets)

	May'16(%)	Apr'16(%)
Power generation & distribution	46.86	47.77
Oil & gas marketing companies	23.30	23.76
Oil & gas exploration companies	21.28	18.51
Others	-	-
Total	91.44	90.04

Fund Performance Actual (%)

	FYTD	Trailing 12M	1 Month	3 Month	6 Month
Fund Returns	(4.73)	(4.72)	3.26	8.79	0.93
Benchmark	4.83	9.09	3.87	14.96	11.80

Mutual Fund Association of Pakistan (MUFAP) Recommended Format

Note: 1-performance data does not include cost of sales loads. 2- Computation of performance is dividend adjusted NAV to NAV basis

The scheme has maintained provisions against WWF liability to the tune of Rs 28,085,217 if the same were not made the NAV per unit/return of the scheme would be higher by Re 0.3457/ 2.80% (YTD). For details, investors are advised to read the Note 6.1 of the latest financial statements of the scheme.

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PICIC GROWTH FUND (PGF)

INVESTMENT OBJECTIVE:

To maximize the wealth of the certificate holders for which investments would be made in the best available opportunities, while considering acceptable risk parameters and applicable rules and regulations.

FUND INFORMATION

Fund Type	Closed-end
Category	Equity Scheme
Launch Date*	July 2004
Net Assets	PKR 11,682 million
NAV per Unit	PKR 41.2056
Expense Ratio	2.18%
Trustee	CDC
Auditor	BDO Ebrahim & Co.
Benchmark	KSE-100 Index
Management Fee	2% per annum
AMC Rating	AM2-(JCR-VIS) 28/12/2015
Listing	PSX
Leverage	NIL

INVESTMENT COMMITTEE MEMBERS

Rehan N. Shaikh, Chief Executive Officer
 Tauqir Shamshad, Head of Fixed Income
 Adeel Abdul Wahab, Fund Manager
 Noman Ameer, Manager Risk

EQUITY SECTOR ALLOCATION

(% of Total Assets)	May'16(%)	Apr'16(%)
Oil & gas marketing companies**	52.01	50.63
Cement	12.61	14.57
Commercial banks	9.81	10.39
Fertilizer	7.46	7.46
Pharmaceuticals	5.73	5.83
Others	7.54	6.91
Total	95.16	95.79

FUND MANAGER COMMENTS

The NAV of PGF increased by 0.69% on an Ex-frozen basis (under-performing the benchmark by 3.18%) and increased by 3.46% on a Total Return basis (under-performing the benchmark by 0.41%) during May'16. The benchmark KSE-100 Index increased by 3.87% M/M during May'16 (vs. an increase of 4.77% M/M in Apr'16) as the index continued its momentum which initiated in Mar'16 and added 1,228 points during the month to close at 35,947 level with average volumes up ~15% M/M to ~271mn shares, taking FY16TD average volumes to ~211mn shares. On the foreign counter, net inflow of USD 3.62mn was recorded for the month taking 11MFY16 cumulative outflow to USD -355.76mn, versus net inflow of USD 30.85mn during 11MFY15. The market continued its positive momentum on the back of a rally in EnP stocks as international crude prices (WTI) rallied +6.93% M/M to close at USD 49.10/bbl. The KSE-100 out-performed the MSCI EM/FM index by 7.76%/3.53% during the month, as global markets corrected on expectation of hike in US Fed rates in Jun'16. Major developments during the month included 1) PTA is set to hold auctions for Next Generation Mobile Services on Jun 11 with targeted revenue of PKR 42bn, 2) Semi Annual MSCI review resulted in inclusion of 2 stocks, 3) Fertilizer companies slashed urea prices by PKR 60/bag after revision of gas prices, 4) KAPCO secured an upfront tariff for its 660MW coal plant, 5) LSM growth registered 4.7% Y/Y for 9MFY16 mainly led by Auto and Fertilizer sector, 6) PSO announced its plan to build refinery with an estimated investment of USD 6bn, 7) SBP slashed discount rate by 25bps to 6.25% in last monetary policy of FY16. We will continue to evaluate the market for new investment opportunities that would benefit our valued investors, whilst maintaining our blue chip investment profile.

ASSET ALLOCATION (% of Total Assets)

	May'16	Apr'16
Cash	4	3
Stocks / Equities	95	96
Other including receivables	1	1
Total	100	100

Top Ten Holdings (As Of May'16)

Sui Northern Gas Pipeline Ltd
Pioneer Cement Limited
Pakistan State Oil Company Ltd
Lucky Cement Ltd
Habib Bank Ltd
GlaxoSmithKline Pakistan Ltd
Engro Fertilizers Limited
Engro Corporation Ltd
Cherat Cement Company Ltd.
Bank Al-Falah Ltd

FUND PERFORMANCE ACTUAL (%)	FYTD	Trailing 12M	1 Month	3 Month	6 Month
PICIC Growth Fund - Total	2.11	7.60	3.46	14.98	14.47
PICIC Growth Fund - Frozen	(1.38)	4.15	5.98	17.89	20.83
PICIC Growth Fund - Ex Frozen	6.49	11.91	0.69	11.78	7.86
Benchmark (KSE-100 Index)	4.83	9.09	3.87	14.96	11.80

Mutual Fund Association of Pakistan (MUFAP) Recommended Format

Note: 1- Performance data does not include cost of sales loads. 2- Computation of performance is dividend adjusted NAV to NAV basis

* As per Trust Deed

** Includes frozen portion of PSO

The scheme has maintained provisions against WWF liability to the tune of Rs.118,106,522 if the same were not made the NAV per certificate/return of the scheme would be higher by Re.0.42/1.03% (YTD). For details, investors are advised to read the Note 5.1 of the latest financial statements of the scheme.

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PICIC INVESTMENT FUND (PIF)

INVESTMENT OBJECTIVE:

To maximize the wealth of the certificate holders for which investments would be made in the best available opportunities, while considering acceptable risk parameters and applicable rules and regulations.

FUND INFORMATION

Fund Type	Closed-end
Category	Equity Scheme
Launch Date*	April 2004
Net Assets	PKR 5,180 million
NAV per Unit	PKR 18.2306
Expense Ratio	2.23%
Trustee	CDC
Auditor	BDO Ebrahim & Co.
Benchmark	KSE-100 Index
Management Fee	2% per annum
AMC Rating	AM2-(JCR-VIS) 28/12/2015
Listing	PSX
Leverage	NIL

INVESTMENT COMMITTEE MEMBERS

Rehan N. Shaikh, Chief Executive Officer
 Tauqir Shamshad, Head of Fixed Income
 Adeel Abdul Wahab, Fund Manager
 Noman Ameer, Manager Risk

EQUITY SECTOR ALLOCATION

	May'16(%)	Apr'16(%)
Oil & gas marketing companies**	42.75	41.43
Cement	14.75	16.90
Commercial banks	10.57	11.13
Fertilizer	8.88	8.86
Pharmaceuticals	7.01	7.06
Others	9.02	8.19
Total	92.98	93.58

FUND MANAGER COMMENTS

The NAV of PIF increased by 0.70% on an Ex-frozen basis (under-performing the benchmark by 3.16%) and increased by 2.99% on a Total Return basis (under-performing the benchmark by 0.87%) during May'16. The benchmark KSE-100 Index increased by 3.87% M/M during May'16 (vs. an increase of 4.77% M/M in Apr'16) as the index continued its momentum which initiated in Mar'16 and added 1,228 points during the month to close at 35,947 level with average volumes up ~15% M/M to ~211mn shares, taking FY16TD average volumes to ~211mn shares. On the foreign counter, net inflow of USD 3.62mn was recorded for the month taking 11MFY16 cumulative outflow to USD -355.76mn, versus net inflow of USD 30.85mn during 11MFY15. The market continued its positive momentum on the back of a rally in EnP stocks as international crude prices (WTI) rallied +6.93% M/M to close at USD 49.10/bbl. The KSE-100 out-performed the MSCI EM/FM index by 7.76%/3.53% during the month, as global markets corrected on expectation of hike in US Fed rates in Jun'16. Major developments during the month included 1) PTA is set to hold auctions for Next Generation Mobile Services on Jun 11 with targeted revenue of PKR 42bn, 2) Semi Annual MSCI review resulted in inclusion of 2 stocks, 3) Fertilizer companies slashed urea prices by PKR 60/bag after revision of gas prices, 4) KAPCO secured an upfront tariff for its 660MW coal plant, 5) LSM growth registered 4.7% Y/Y for 9MFY16 mainly led by Auto and Fertilizer sector, 6) PSO announced its plan to build refinery with an estimated investment of USD 6bn, 7) SBP slashed discount rate by 25bps to 6.25% in last monetary policy of FY16. We will continue to evaluate the market for new investment opportunities that would benefit our valued investors, whilst maintaining our blue chip investment profile.

ASSET ALLOCATION (% of Total Assets)

	May '16	Apr '16
Cash	6	5
Stocks / Equities	93	94
Other including receivables	1	1
Total	100	100

Top Ten Holdings (As Of May'16)

Pioneer Cement Limited
Pakistan State Oil Company Ltd
Lucky Cement Ltd
Kot Addu Power Company Ltd
Habib Bank Ltd
GlaxoSmithKline Pakistan Ltd
Engro Fertilizers Limited
Engro Corporation Ltd
Cherat Cement Company Ltd.
Bank Al-Falah Ltd

FUND PERFORMANCE ACTUAL (%)	FYTD	Trailing 12M	1 Month	3 Month	6 Month
PICIC Investment Fund - Total	2.70	8.13	2.99	14.15	13.44
PICIC Investment Fund - Frozen	(1.84)	3.53	6.00	17.47	20.80
PICIC Investment Fund - Ex-Frozen	6.67	12.13	0.70	11.62	8.15
Benchmark (KSE-100 Index)	4.83	9.09	3.87	14.96	11.80

Mutual Fund Association of Pakistan (MUFAP) Recommended Format

Note: 1- Performance data does not include cost of sales loads. 2- Computation of performance is dividend adjusted NAV to NAV basis

* As per Trust Deed

** Includes frozen portion of PSO

The scheme has maintained provisions against WWF liability to the tune of Rs. 60,378,242 if the same were not made the NAV per certificate/return of the scheme would be higher by Re. 0.21/1.20% (YTD). For details, investors are advised to read the Note 5.1 of the latest financial statements of the scheme.

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HISTORICAL RETURNS

FUND PERFORMANCE ACTUAL%	MTD RETURNS 31 May '16	SINCE INCEPTION RETURNS			
		30 Jun '15	30 Jun '14	30 Jun '13	30 Jun '12
PICIC Stock Fund Benchmark (KSE-100 Index)	3.00 3.87	163.92 198.31	137.44 157.15	67.29 82.16	12.90 19.69
PICIC Energy Fund Benchmark (KSE-100) Index	3.26 3.87	34.80 62.95	24.60 40.46	0.55 -0.50	
PICIC Islamic Stock Fund Benchmark (KMI-30 Index)	3.54 4.51	25.53 22.57	0.84 2.06		

FUND PERFORMANCE ANNUALIZED%

PICIC Cash Fund Ave. of 3M Bank Deposit (AA Rated)	5.50 4.62	12.06 8.01	11.31 8.34	11.50 8.80	12.00 9.57
PICIC Income Fund Ave. 6M KIBOR	9.01 6.06	13.20 10.66	12.14 11.14	12.21 11.67	12.41 12.66
PICIC Islamic Income Fund Benchmark	4.74 5.36	9.13 6.57	8.95 6.49		

Note: 1-Performance data does not include cost of sales loads. 2- Computation of performance is dividend adjusted NAV to NAV basis

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