



First Dawood Mutual Fund Fund Manager Report

September'18

Investment Objective

To provide investors an opportunity to invest in diversified portfolio of securities representing equity, fixed income securities and money market instruments.

Fund Manager's Comments

During the month of September 2018, net assets of the fund decreased to PKR 206.93 mn from PKR 226.43 mn. FDMF has provided absolute monthly return of -2.50% for the period ended of September 30, 2018 as compared to its benchmark return of -1.13% during the same period.

Fund Statistics

| | |
|----------------------------------|--|
| Name of Fund | First Dawood Mutual Fund |
| Type | Open End |
| Category | Balanced Scheme |
| Net Assets | PKR 206.93 million |
| Net Assets Value per unit | PKR 21.7565 |
| Benchmark | Weighted average daily return of KSE 100 and 6 month KIBOR on the basis of actual proportion held by the scheme. |
| Wt. avg time to maturity | 1.237 years |
| Trustee & Custodian | CDC Pakistan Limited |
| Auditor | Riaz Ahmad & Co. Chartered Accountants |
| Registrar | M/s F.D. Registrar Services (SMC-Pvt) Limited |
| Launch Date | 22-Mar-2005 |
| Listing | Listing in Progress on PSX |
| Duration | Perpetual |
| Management Fee | 2.00% per annum |
| Total Expense Ratio* | 3.48%* p.a |
| Sales Load | NIL |
| Pricing Mechanism | Forward |
| Leverage | Nil |
| Risk Profile | Medium |
| AMC Rating | AM3 by PACRA (29 May 2018) |
| Fund Performance Ranking | 5 Star by PACRA (31 Dec 2017) |
| Subscription | PKR. 5,000/- |

* This includes 0.39% representing government levy, SWWF and SECP fee. (Annualized)

Asset Allocation (% of Total Assets)

| Assets | Sep-18 | Aug-18 |
|--------------------------|--------|--------|
| TFC / Sukuk | 23.58% | 21.56% |
| Equity Securities | 61.79% | 65.08% |
| Bank Balances | 11.87% | 11.43% |
| Others | 2.76% | 1.93% |

Asset Allocation (Credit Quality)

| Credit Quality | Sep-18 | Aug-18 |
|----------------|--------|--------|
| AA+ | 0.53% | 0.27% |
| AA | 11.05% | 10.11% |
| A+ | 13.70% | 13.31% |
| A | 0.02% | 0.02% |
| A- | 10.15% | 9.27% |
| Unrated | 64.55% | 67.02% |

Fund Returns

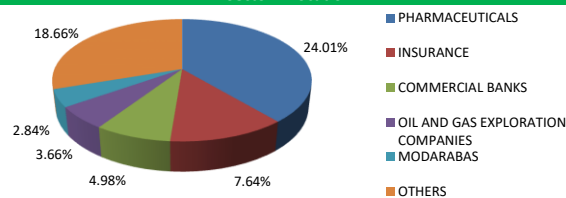
| Periods | Returns | Benchmark |
|---|---------|-----------|
| September 2018 | -2.50% | -0.88% |
| FYTD 2019 | -2.56% | -0.78% |
| Rolling 12 Months September 2018 | -0.43% | 0.07% |
| FY 2018 | -3.05% | -4.27% |
| FY 2017 | 50.52% | 13.08% |
| FY 2016 | -14.46% | 9.42% |
| FY 2015 | 24.49% | 12.50% |
| FY 2014 | 26.72% | 25.48% |
| last 10 years | 118.91% | 110.00% |

Returns are computed on the basis of NAV to NAV with dividend reinvested

Top 10 Equity Holdings (% of Total Assets)

| | |
|--|--------|
| Otsuka Pakistan Limited | 10.07% |
| GlaxoSmithKline Consumer Healthcare | 7.96% |
| IGI Life Insurance Limited | 7.38% |
| GlaxoSmithKline Pakistan Limited | 5.35% |
| B.R.R Guardian Modaraba | 2.84% |
| Habib Bank Limited | 2.01% |
| Systems Limited | 1.94% |
| Dawood Equities Limited | 1.85% |
| MCB Bank Limited | 1.69% |
| Pakistan Oilfields Limited | 1.58% |

Sector Allocation



TOP TEN DEBT SECURITIES

| INVESTEE COMPANY | Type | % of Total Assets |
|---|-------|-------------------|
| Dawood Hercules Corporation Limited | SUKUK | 11.05% |
| Silk Bank Limited | SUKUK | 10.15% |
| TPL Corp Ltd. (Formerly: TPL Trakker Ltd.) | SUKUK | 2.39% |

Investment Committee

| | |
|---------------------------|--------------------------|
| Tara Uzra Dawood | Chief Executive Officer |
| Tauqir Shamshad | COO / CIO / Fund Manager |
| Talal Ismail Pasha | Chief Financial Officer |
| Muhammad Abbas | AVP Finance |
| Shaheryar Ali | Risk Officer |

Details of Non-Compliant Investment

| Name of Investment | Type | Value before Provision | Provision (if any) | Value after Provision | % of Net Assets | % of Gross Assets |
|---|------------------|------------------------|--------------------|-----------------------|-----------------|-------------------|
| New Allied Electronics Industries Limited | TFC | 7,222,749 | 7,222,749 | - | 0.00% | 0.00% |
| Amtex Limited | Sukuk | 22,500,000 | 22,500,000 | - | 0.00% | 0.00% |
| Dawood Hercules Corporation Limited | Sukuk | 23,984,688 | - | 23,984,688 | 11.59% | 11.05% |
| Silk Bank Limited | Sukuk | 22,035,517 | - | 22,035,517 | 10.65% | 10.15% |
| OTSUKA Pakistan Limited | Script (Equity) | 21,856,110 | - | 21,856,110 | 10.56% | 10.07% |
| Pharmaceuticals | Sector | 52,131,510 | - | 52,131,510 | 25.19% | 24.01% |

Registered Address

786 Investments Limited
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Karachi 74000, Pakistan
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Email: info@786investments.com
URL: www.786investments.com

Other Information

The calculation of performance does not include cost of Front End Load.
The Scheme holds certain Non-Compliant investments. Before making any investment decision, investors should review the latest monthly Fund Manager Report and Financial Statements.

Cut-off Timings

| Business / Dealing Days | Business Hours | Cut-off Timings |
|--------------------------|-------------------|-------------------|
| Monday - Thursday | 9:00 am - 6:00 pm | 9:00 am - 3:00 pm |
| Friday | 9:00 am - 6:00 pm | 9:00 am - 3:00 pm |

SWWF Disclosure

The Scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 2.18 million, if the same were not made the NAV per unit/return YTD of the Schemewould be higher by Rs. 0.2288 / 1.05%. For details investors are advised to read the Note 11.2 of the latest Financial Statements of the Scheme for the period ended June 30, 2018.

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 investment policies and the risks involved.

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