



DAWOOD MONEY MARKET FUND

Fund Manager Report - May 2010



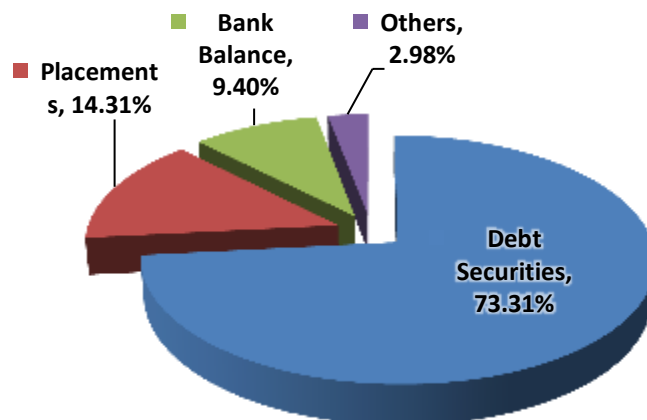
DAWOOD CAPITAL MANAGEMENT

INVESTMENT OBJECTIVE: is to preserve the investor's capital while providing a return greater than that offered by other investments of similar risk profile through investments in a portfolio of money market instruments.

FUND STATISTICS

| | |
|---------------------|-----------------------------|
| Name of Fund | Dawood Money Market Fund |
| Structure | Open End |
| Industry Category | Fixed Income |
| Trustee & Custodian | Bank AL Habib |
| Registrar | Gangjees Registrar Services |
| Legal Advisor | Bawaney & Partners |
| Launch Date | 19-May-2003 |
| Listing | KSE |
| Duration | Perpetual |
| Management Fee | 1.00% per annum |
| Minimum Investment | Rs, 5,000/- |
| Auditor | M. Yousuf Adil Saleem & Co. |
| AMC Rating | AM4+ |
| Fund Ranking | Under Process |
| Stability Rating | N/A |
| Risk Profile | Medium |

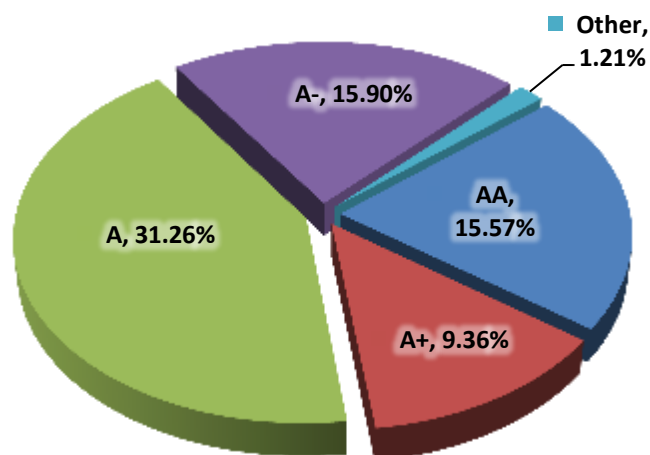
ASSET ALLOCATION



PERFORMANCE STATISTICS

| | |
|---------------------------|--------------------|
| Net Assets | PKR 350.77 Million |
| NAV | PKR 73.4283 |
| Benchmark | Avg. 1 Month KIBOR |
| Wt. Avg. Time To Maturity | 3.11 Years |
| Standard Deviation | 3.44% |
| Sharpe Ratio | -0.54 |
| Information Ratio | -0.54 |
| VAMI | 0.91 |

CREDIT QUALITY



| Returns | Apr-10 | May-10 |
|-------------|---------------|---------------|
| DMMF | 18.64% | 17.15% |
| Benchmark | 12.37% | 12.12% |
| Alpha | 6.27% | 5.03% |

| Asset Mix | Apr-10 | May-10 |
|-----------------|--------|--------|
| Placements | 16.20% | 14.31% |
| Debt Securities | 78.09% | 73.31% |
| Bank Balance | 0.70% | 9.40% |
| Others | 5.01% | 2.98% |

| Credit Quality | Apr-10 | May-10 |
|----------------|--------|--------|
| A | 42.35% | 31.26% |
| A- | 21.80% | 15.90% |
| A+ | 12.86% | 9.36% |
| AA | 21.35% | 15.57% |
| Others | 1.64% | 1.21% |

FUND MANAGER'S COMMENTS

During the month of May, DMMF again witnessed a positive return of 17.15% pa as compared to 18.64% pa last month. This was due to reversals and capital gains against defaulting debt instruments that have now been restructured and are paying their due coupons making DMMF an extremely attractive investment for investors looking to take advantage of the reversals and capital gains.

DAWOOD CAPITAL MANAGEMENT

INVESTMENT OBJECTIVE: To provide Riba-free halal income to investors by investing maximum 25% of net assets in equities, while the high percentage of non-equity income provides stability.

FUND STATISTICS

| | |
|---------------------|---|
| Name of Fund | Dawood Islamic Fund |
| Structure | Open End |
| Industry Category | Islamic Asset Allocation |
| Shariah Advisors | Prof. Mufti Munib-ur-Rehman Mufti Syed Sabir Hussain Mufti Syed Zahid |
| Trustee & Custodian | CDC Pakistan Limited |
| Registrar | Gangjees Registrar Services |
| Legal Advisor | Bawaney & Partners |
| Launch Date | 14-Jul-2007 |
| Listing | KSE |
| Duration | Perpetual |
| Management Fee | 1.50% per annum |
| Minimum Investment | Rs, 5,000/- |
| Auditor | M. Yousuf Adil Saleem & Co. |
| AMC Rating | AM4+ |
| Fund Ranking | Under Process |
| Stability Rating | N/A |
| Risk Profile | Medium |

PERFORMANCE STATISTICS

| | |
|---------------------------|-------------------------------|
| Net Assets | PKR 273.52 Million |
| NAV | PKR 88.9264 |
| Benchmark | 25% KMI-30 + 75% Savings Rate |
| Wt. Avg. Time To Maturity | 3.75 Years |
| Standard Deviation | 2.92% |
| Sharpe Ratio | -0.6 |
| Information Ratio | -0.55 |
| Sortino Ratio | -0.55 |
| VAMI | 0.92 |

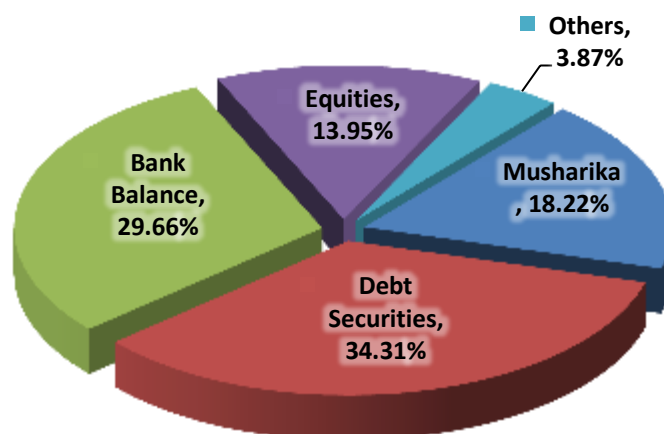
| Returns | Apr-10 | May-10 |
|-----------|--------|--------|
| DIF | 0.43% | -0.99% |
| Benchmark | 0.87% | -2.01% |
| Alpha | -0.44% | 1.02% |

| Asset Mix | Apr-10 | May-10 |
|-----------------|--------|--------|
| Musharika | 17.95% | 18.22% |
| Debt Securities | 34.70% | 34.31% |
| Bank Balance | 26.71% | 29.66% |
| Equities | 17.61% | 13.95% |
| Others | 3.03% | 3.87% |

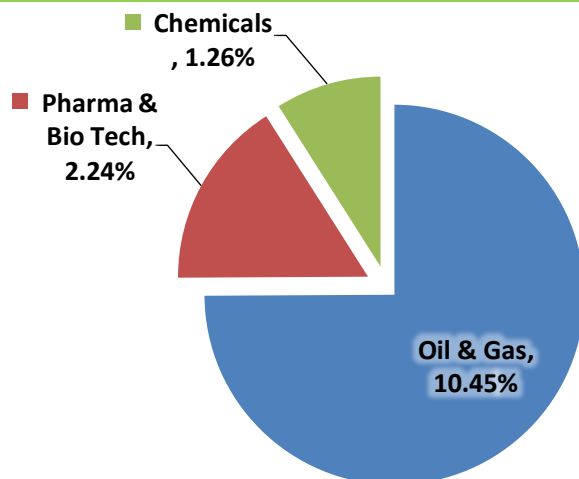
| Credit Quality | Apr-10 | May-10 |
|----------------|--------|--------|
| AA | 11.81% | 12.00% |
| A | 10.01% | 9.25% |
| A- | 10.31% | 10.45% |
| Others | 2.57% | 2.61% |

| Equity Allocation | Apr-10 | May-10 |
|-------------------|--------|--------|
| Oil & Gas | 12.92% | 10.45% |
| Pharma & Bio Tech | 2.69% | 2.24% |
| Chemicals | 2.00% | 1.26% |

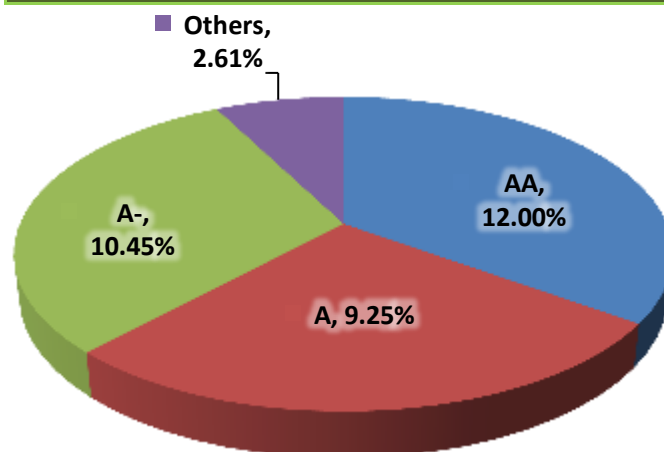
ASSET ALLOCATION



EQUITY ALLOCATION



CREDIT QUALITY



FUND MANAGER'S COMMENTS

During the month of May, DIF NAV decreased by 0.99% as compared to its benchmark which was decreased by 2.01%. Thus DIF has outperformed its benchmark by 1.02%. This was mainly because of low exposure in the stock market and only invested in bluechip items.