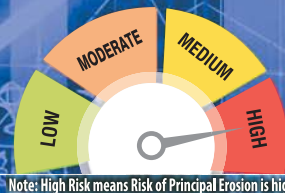




# Meezan

## Pakistan Exchange Traded Fund

AMC RATING AM1 (STABLE OUTLOOK)



### Fund Review

Net assets of Meezan Pakistan Exchange Traded Fund (MP-ETF) as at Oct 29, 2021 stood at Rs. 0.09 billion. The fund's NAV increased by 3.17% during the month.

### Investment Objective

Meezan Pakistan Exchange Traded Fund is a Shariah-compliant Exchange Traded Fund that aims to provide investors an opportunity to track the performance of Meezan Pakistan Index that has been constituted and is maintained by Al Meezan, and comprises Shariah-compliant equity securities selected with high consideration towards market capitalization and traded Value.

### Fund Details

|  |   |
|--|---|
| Fund Type                              | Open End                                    |
| Risk Profile/Risk of Principal Erosion | High  |
| Launch Date                            | 06 <sup>th</sup> Oct 2020                   |
| Trustee                                | CDC   |
| Auditors                               | A.F. Ferguson and Co. Chartered Accountants |
| Unit Types                             | -   |
| Management Fee                         | Up to 0.5% P.a.                             |
| Actual Rate of Management Fee          | 0.50%                                       |
| Benchmark                              | Meezan Pakistan Index                       |
| Fund Category                          | Shariah Compliant Exchange Traded Fund      |
| Ticker                                 | MZNPETF                                     |
| Listing                                | PSX   |
| Authorized Participant                 | JS Global, Adam Sec, MRA Sec                |
| AMC Rating                             | AM1   |
| Rating Agency                          | PACRA/VIS                                   |
| Pricing Mechanism                      | Backward                                    |
| Dealing Days                           | As per PSX                                  |
| Cut Off Time                           | As per Market hours                         |
| Fund Manager                           | Ali Khan, CFA, FRM                          |
| <b>Members of Investment Committee</b> | Mohammad Shoaib, CFA                        |
|  | Muhammad Asad                               |
|  | Taha Khan Javed, CFA                        |
|  | Ali Asghar, CFA                             |
|  | Ahmed Hassan, CFA                           |
|  | Asif Imtiaz, CFA                            |
|  | Faizan Saleem                               |
|  | Ali Khan, CFA, FRM                          |
|  | Akhtar Munir, FRM                           |

### Fund Net Assets

|                    | Sep'21 | Oct'21 | MoM%  |
|--------------------|--------|--------|-------|
| Net Assets (Rs mn) | 80.60  | 86.29  | 7.05% |
| NAV Per Unit (Rs)  | 8.94   | 9.22   | 3.17% |

### Asset Allocation

|                       | Sep'21 | Oct'21 |
|-----------------------|--------|--------|
| Equity (%)            | 96.30  | 95.13  |
| Cash (%)              | 2.71   | 3.79   |
| Other receivables (%) | 0.99   | 1.08   |
| Expense Ratio**       |        | 2.21%  |

\*\*This includes 0.12% representing government levy, Worker's Welfare Fund and SECP fee. (Annualized)

### Performance - Cumulative Returns

|           | 1M    | 3M     | 6M     | FYTD   | 1Yr   | 3Yr | 5Yr | PSD*  |
|-----------|-------|--------|--------|--------|-------|-----|-----|-------|
| MP-ETF    | 3.17% | -7.87% | -3.60% | -10.8% | 1.14% | -   | -   | 3.05% |
| Benchmark | 3.46% | -7.78% | -2.46% | -10.2% | 4.11% | -   | -   | 6.43% |

\* Performance start date of October 06, 2020. NAV to NAV return with dividend reinvested

### Annual Returns

|           | FY21*  | FY20 | FY19 | FY18 | FY17 | FY16 | FY15 | FY14 |
|-----------|--------|------|------|------|------|------|------|------|
| MP-ETF    | 15.57% | -    | -    | -    | -    | -    | -    | -    |
| Benchmark | 18.57% | -    | -    | -    | -    | -    | -    | -    |

\*268 days of operations

**SWWF Disclosure:** During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by MP-ETF amounting to Rs. 0.12 million has been reversed on the clarification received by Sindh Revenue Board vide letter No. SRB/TP/70/2013/8772 dated August 12, 2021 addressed to Mutual Funds Association of Pakistan. This reversal of provision has contributed towards an increase in NAV of the MPETF by 0.18%. This is one-off event and is not likely to be repeated in the future.

**Disclaimer** This publication is for informational purpose 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 risk. The NAV based prices of units and any dividends/returns thereon are dependent on force and factors affecting the capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results. Performance data does not include cost incurred by investor in the form of sales-load etc. (This report has been prepared in line with MUFAP's recommended format)

### Portfolio: Salient Features

|                 |  |
|-----------------|--|
| <b>Benefits</b> | Lower fee structure.   |
|                 | Access to a diversified portfolio of securities. Trades like a stock. ETF can be bought or sold on the exchange at any time during market hours. |
|                 | Transparency of holdings.  |

|                          |  |
|--------------------------|--|
| <b>Investment Policy</b> | The Index will consist of selected liquid stocks in accordance with KMI-30 index, which will be derived through the security selection criteria, in order to achieve the investment objective. The fund manager shall monitor the performance of the Fund and the benchmark index on a continuous basis. |
|--------------------------|--|

### Top Ten Equity Holdings: (% of Total Assets)

|                              |     |                               |    |
|------------------------------|-----|-------------------------------|----|
| Engro Corporation            | 16% | Pakistan State Oil Co. Ltd.   | 8% |
| The Hub Power Co. Ltd.       | 15% | The Searle Company Limited    | 5% |
| Lucky Cement Ltd.            | 14% | D.G. Khan Cement Co. Ltd      | 4% |
| Oil & Gas Development Co Ltd | 11% | Maple Leaf Cement Factory Ltd | 4% |
| Pakistan Petroleum Ltd.      | 10% | Unity Foods Limited           | 3% |

### Sector Allocation

