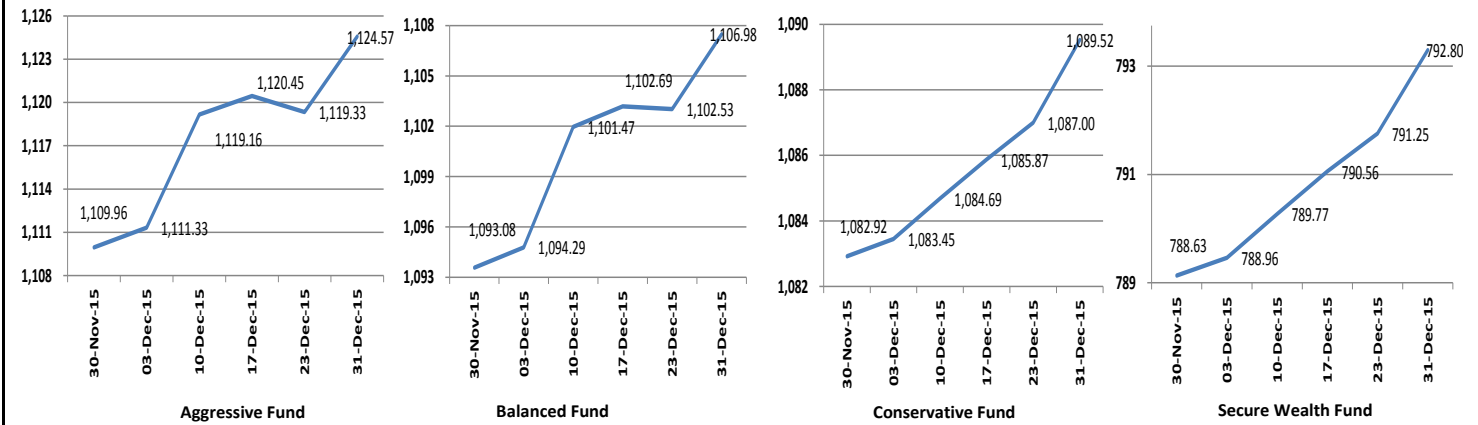
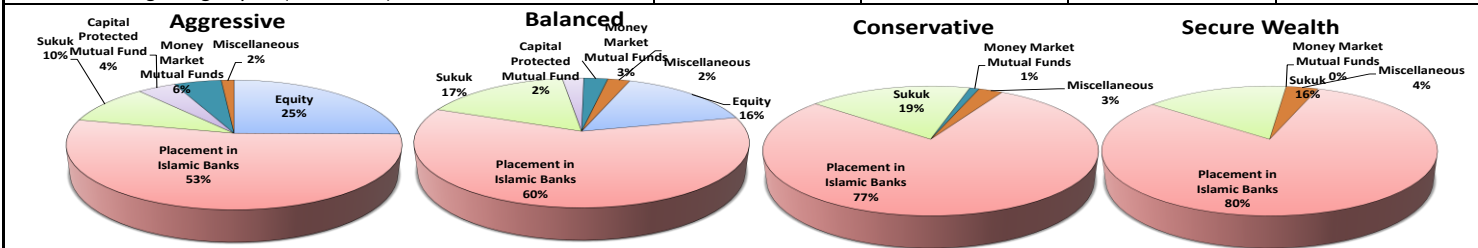




Performance of Pak-Qatar Unit Fund as at 31st December 2015



		Aggressive	Balanced	Conservative	Secure Wealth
Net Asset Value (NAV) at inception		500.00	500.00	500.00	500.00
Inception Date		09-Apr-08			
Net Asset Value (Gross NAV)	31-Dec-14	1,046.07	1,026.07	1,011.42	736.49
NAV as at (Net of IMC)	31-Dec-15	1,124.57	1,106.98	1,089.52	792.80
Assets Under Management	31-Dec-15	660,609,795.63	3,145,168,060.24	626,072,363.36	141,112,587.82
Return since inception (annual.) net of IMC	31-Dec-15	9.59%	9.36%	9.14%	8.97%
Return for the month (annual.) net of IMC	31-Dec-15	15.50%	14.97%	7.18%	6.22%
Return since beginning of year (annualized) net of IMC		7.19%	7.54%	7.42%	7.33%



Commentary

Money market

Calendar year 2015 pegged with its twists and turns on macro-economic events. Current Account Deficit also showed significant improvement declining 59% in 5MFY16 and Year-on-Year Consumer Price Inflation falling to 3.2% in Dec-15. All this was aided by international geopolitical environment and global demand slowdown. Crude Oil prices remained a fundamental barometer in determining overall trajectory of our macro-economic fundamentals. Arab light crude fell 43% at USD31/bbl at year end. Investors' sentiment remained sluggish on crude oil which marked positive signal for oil importing countries. Slowing export data from large Asian economies also dented any positives for crude oil demand during the year. Foreign Reserves also increase to USD 21bn near year end from USD 15bn at the start of the year supported by Eurobonds sale and HBL selloff and Coalition Support Fund from United States. Gov. faced significant pressure from exporters to depreciate the PKR against green-bag which finally happened as a large Asian economy depreciated its currency following a chain reaction by other player resulting in PKR/USD parity to depreciate 4.1% at 104.73 by year end. Central bank considering overall external macroeconomic factors ease policy rate by 300bps to 6% by year end to allow room for economic growth.

On the monetary front, SBP monetary easing kept the long tenor in limelight. Banks remained aggressive in shoring up deposits offering 80-100bps above policy rate near Dec-15 end. SBP continuously intervened with Open Market Operation (OMO) easing the liquidity situation. Gov. conducted PIB auction accepting PKR35bn against a participation of PKR137bn. In T-Bill auction govt. accepted PKR 110bn against a participation of PKR309bn. GoP conducted Ijara Sukuk auction accepting PKR117bn against bids worth of PKR273bn.

Equity market

Year-end KSE100 generated minuscule yield of 2.1% return in comparison to 27.20% yield in CY14. Market performance remained volatile incorporating external shocks i.e. declining crude oil price effecting Exploration sector and shrinking Net Interest Income (NIMs) for banks. Foreign Investors remained net sellers of USD315mn for the year with second half sell-off of USD240mn. Foreign investors continued to adjust their portfolio allocations citing US Federal Reserve decision on policy rate which eventually happened in Dec-15. Despite the overall selling pressure from foreigners local investors remained active and hopeful of infrastructure projects and China Pakistan Economic Corridor.

Future outlook

Gov. has announced Ijara Sukuk auction in Feb-16 while equity market is expected to digest foreign investors' shifts and situation in the Middle East.

Country	Index	Nov-15	Dec-15
UK	FTSE-100	-0.01%	-1.65%
USA	Nasdaq	1.15%	-1.85%
USA	Dow 30	0.37%	-1.54%
China	Shanghai	2.19%	2.86%
Hong Kong	Hang Seng	-2.72%	-0.30%
Japan	Nikkei-225	3.50%	-3.52%
India	BSE-30	-1.88%	-0.05%
Pakistan	KMI 30	-6.94%	3.97%
Pakistan	KSE 100	-5.84%	1.72%

Participant Investment Fund and Secure Wealth Fund

Aggressive and Balanced fund provided a return 15.50% and 14.97% (net of 1.5% IMC) during the month Return for Conservative and Secure Wealth Fund stood at 7.18% and 6.22% respectively.

$$\left(\frac{\text{Ending value of unit price (net of IMC)} - \text{Beginning value of unit Price (net of IMC)}}{\text{Beginning value of unit price (net of IMC)}} \right) \times \frac{365}{\text{no. of days invested}}$$

Past performance is not indicative of future performance. Market volatility can significantly affect short-term performance. The value of investment can fall as well as rise.