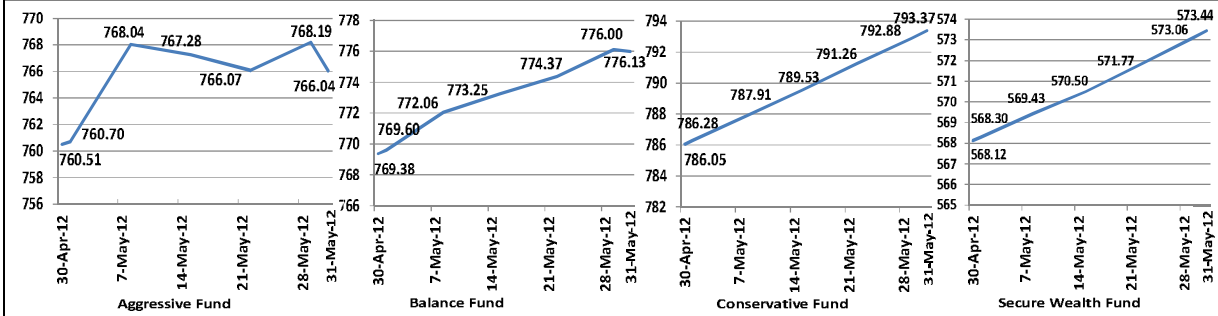
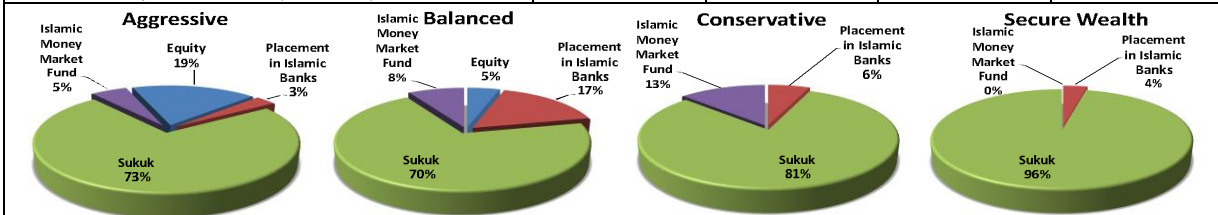




Performance of Pak-Qatar Unit Fund as at 31st May 2012



		Aggressive	Balanced	Conservative	Secure Wealth
Net Asset Value (NAV) at inception		500.00	500.00	500.00	500.00
Inception Date			09-Apr-08		26-Apr-11
Net Asset Value (NAV) at end of 2011	31-Dec-11	702.84	735.78	758.56	547.33
NAV as at	31-May-12	766.04	776.00	793.37	573.44
Assets Under Management	31-May-12	131,730,249	880,729,476	53,803,108	42,619,332
Return since beginning of year (annualized) net of IMC		20.09%	11.63%	9.52%	9.96%
Return for the month (annualized)		7.06%	8.63%	9.46%	9.53%
Return since inception of the fund (annualized) net of IMC		11.34%	11.82%	12.65%	11.87%



Commentary

Money market

The money market was illiquid during the month as evident from 5 OMOs being conducted where liquidity was injected in all occasions. As June end is nearing there may be improvement of return being provided by Islamic Banks. There were three T-Bill auctions carried out, the cut off for 3 and 6 months was 11.87% and 11.94% respectively. As inflation increases and economic indicators deteriorate, there can be a discount rate hike on the cards during the calendar year.

Equity Market

During the month of May 2012, KSE 100 index declined by 1.46% to close at 13,787 points. The overall range was 939 points, maximum being 14,706 on the 7th of May 2012; minimum being 13,768 points on 31st May 2012. The average trading volume declined to 194 million from 314 million for March 2012, decreasing 38% month on month. There was much volatility during the month as investors declined to take position in the market due to uncertainty over the FY13 budgetary measures, deterioration in key economic fundamentals and significant feebleness in international stock markets (as evident from the table below).

Following is KSE 100's performance as compared to international markets:

Country	Index	Apr-12	May-12
UK	FTSE	-0.53%	-7.27%
USA	Nasdaq	-1.90%	-5.19%
USA	Dow DJI	0.01%	-6.21%
China	Shanghai	5.90%	-1.01%
Hong Kong	Hang Seng	2.62%	-11.68%
Japan	Nikkei-225	-5.58%	-10.27%
India	BSE-30	-0.49%	-6.35%
Pakistan	KSE 100	1.66%	-1.46%

Although there was uncertainty on the political front coupled with PKR depreciation, foreigners remained buyers for the month of May. Foreigners purchased \$ 38.92 million of equities as compared to \$ 22.06 million of net buy for the previous month, an increase of 76%.

Participant Investment and Secure Wealth Funds

Return for the month for Aggressive and Balanced strategies were 7.06% and 8.63% respectively as the momentum in equity market slowed and correction took place. Proportion towards low risk investments were increased as there may be further correction in the market. Further Sukuks will be overweighted and Mutual Funds underweighted in the future to enhance the return trajectory.

$$\left[\frac{(\text{Ending value of unit price} - \text{Beginning value of unit price})}{\text{Beginning value of unit price}} \times \frac{365}{\text{no. of days invested}} \right] \% = 1.5\%$$

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.