



AL Habib Asset Management Limited

A Wholly Owned Subsidiary of Bank AL Habib Limited



FUND MANAGER'S REPORT

May 2022



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Note: Use of the name of "Bank AL Habib Limited" as given does not mean that it is responsible for the liabilities/obligations of "AL Habib Asset Management Limited" or any Investment Scheme managed by it.

Complaints Handling: Investors may lodge their complaints to our Investor Services Department through any of the following options:

1. Call us at (+92-21) 111-342-242

2. Email us at complaints@alhabibfunds.com or submit through our Website <https://www.alhabibfunds.com/>.

3. In case your complaint has not been properly addressed by us, you may lodge your complaint with SECP at <https://sdms.secp.gov.pk/>. Please note that SECP will entertain only those complaints which were at first directly requested to be addressed by the Company and the Company has failed to address the same.



AL Habib Asset Management Limited

A Wholly Owned Subsidiary of Bank AL Habib Limited

Rated
AM2
by PACRA

TRIP

THE RIGHT INVESTMENT PLANNING

with

AL Habib Funds

to achieve your financial goals

Risk Disclaimer: All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of the future results. Please read the Offering Document to understand the investment policies and risks involved. Performance data has been computed NAV to NAV with dividend reinvested. Performance data does not include the cost incurred directly by an investor in the form of sales load etc. The Performance report is based on dividend reinvestment (gross of with-holding tax where applicable). AL Habib Funds or any of its sales representatives cannot guarantee preservation / protection of capital and / or expected returns / profit on investment. Use of the name of "Bank AL Habib Limited" as given does not mean that it is responsible for the liabilities/obligations of "AL Habib Asset Management Limited" or any Investment Scheme managed by it.

Note: "AM2" by PACRA (September 15, 2021). Use of the name of "Bank AL Habib Limited" as given does not mean that it is responsible for the liabilities/obligations of "AL Habib Asset Management Limited" or any Investment Scheme managed by it.

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Risk Profile Of Collective Investment Schemes

| S. No. | Fund Name | Fund Category | Fund Risk Profile | Risk of Principal Erosion |
|--------------------------|---|---------------------------------------|-------------------|----------------------------|
| Conventional | | | | |
| 1. | AL Habib Cash Fund (Formerly: First Habib Cash Fund) | Money Market Scheme | Very Low | Principal at Very Low Risk |
| 2. | AL Habib Money Market Fund | Money Market Scheme | Very Low | Principal at Very Low Risk |
| 3. | AL Habib Income Fund (Formerly: First Habib Income Fund) | Income Scheme | Medium | Principal at Medium Risk |
| 4. | AL Habib Asset Allocation Fund (Formerly: First Habib Asset Allocation Fund) | Asset Allocation Scheme | High | Principal at High Risk |
| 5. | AL Habib Stock Fund (Formerly: First Habib Stock Fund) | Equity Scheme | High | Principal at High Risk |
| Shariah Compliant | | | | |
| 6. | AL Habib Islamic Cash Fund | Shariah Compliant Money Market Scheme | Very Low | Principal at Very Low Risk |
| 7. | AL Habib Islamic Income Fund (Formerly: First Habib Islamic Income Fund) | Shariah Compliant Income Scheme | Medium | Principal at Medium Risk |
| 8. | AL Habib Islamic Saving Fund | Shariah Compliant Income Scheme | Medium | Principal at Medium Risk |
| 9. | AL Habib Islamic Stock Fund (Formerly: First Habib Islamic Stock Fund) | Shariah Compliant Equity Scheme | High | Principal at High Risk |

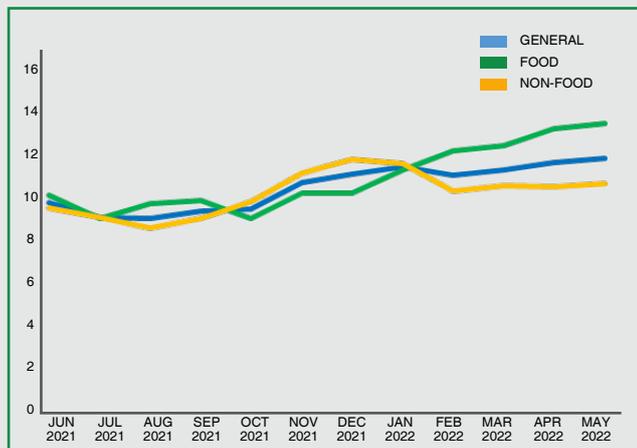
Market Updates

Money Market Review

Policy rate was increased by 400 bps by Monetary Policy Committee (MPC) of the State Bank of Pakistan (SBP) since April 07, 2022 to 13.75%. Latest hike of 150 bps was decided by MPC meeting held on May 23, 2022 citing increasing external account pressures and elevated inflation expectations. MPC statement emphasized the importance of equivalent fiscal measures to address economic challenges, and indicated elimination of subsidies and price rationalization. As a result, inflation outlook remains elevated with moderate growth expectations in FY23. Economic outlook to remain undermined based on recent fiscal and monetary measures, while some respite is expected from latter half of FY23.

During the month, T-bill auction was held on May 18, 2022. Wherein, cut-off yields declined slightly by 29 bps each for 3 months and 6 months tenor to 14.50% and 14.70%, respectively, whereas yields for 12 months tenor reduced 6 bps to 14.75%. Nonetheless, yields increased significantly during subsequent auction held on June 01, 2022 amid elevated inflation and external account vulnerabilities. Cut-off yields for 3M, 6M, and 12M tenor increased by 75 bps, 55 bps, and 75 bps, respectively during the auction, to 15.25% (3M), 15.25% (6M), and 15.50% (12M). Total of PKR 89.408 Bn was raised during fixed PIB auction held on May 25, 2022, raising: PKR 23.84 Bn for 3 years, and PKR 65.56 Bn for 5 years, Bids for 10 years and 15 years PIBs were rejected, while no bids were received for 20 years and 30 years tenor. Cut-off yields on PIBs increased significantly as yields on 3 years paper increased 70 bps to 14.00% from 13.30% in the auction held on April 28, 2022. Whereas, yield for 5 years tenor increased by 24 bps to 13.19%.

Monthly National CPI figures for May-22 clocked-in at 13.76% Year on Year (YoY) compared to 10.86% in May-21 and 13.37% in Apr-22. On a Month on Month (MoM) basis, CPI was up by 0.40% in May-22 compared to an increase of 1.61% in Apr-22. For 11 months of FY22 average inflation clocked in at 11.29% (higher than SBP's previous target range), in contrast to 8.83% in same period last year (SPLY). During the month Food index increased by 0.86% MoM, Clothing & Footwear by 0.7%, Restaurants by 1.8%, and Transport by 2.7%, whereas Housing index declined by -2.3% MoM.

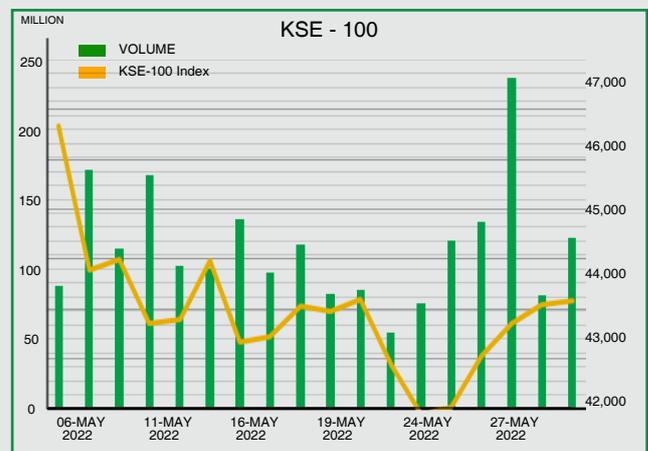


Equity Market Review

Negative news flow on economic and political front dominated the headlines during the month under review. Political temperature remained high due to frequent protests, rallies, and marches by members and supporters of ousted party and subsequent crackdown by incumbent government. Although, political conflict apparently seems to have subsided for the moment, worsening macroeconomic fundamentals and slowdown in business activity adversely affected investor sentiments.

Performance of KSE-100 index remained week, while registering a decline of 4.8% to close at 43,078 points. Average volume stood at 252 Mn shares recording 13% MoM decline, while value declined by 12% MoM to PKR 7.2 Bn. Highest traded value and volume was recorded in technology sector (47.1 Mn shares and USD 5.9 Mn). Refinery sector with 36.3 Mn shares and USD 4.7 Mn followed technology sector, whereas volumes for Chemical sector stood at 29 Mn shares, with value at USD 3.9 Mn. Cement sector was the major loser (-14.7%) followed by Textile Weaving (-14.0%), Leather (-14.0%), Textile Spinning (-9.1%), and Glass (-8.6%). On the other hand, Mutual Fund (3.7%) gained most along with Technology (3.1%), Transport (2.5%), Automobile Assembler (1.1%), and Chemicals (0.9%).

Furthermore, during 11 months of FY22 trade deficit grew 57.85% to USD 43.33 Bn in contrast to SPLY mainly triggered by higher fuel import, highlighting external account vulnerabilities of the country. Trade deficit for May-22 was witnessed a 6.90% MoM increase. Increase in imports during 11 months of FY22 was 44.28%, while exports increased 27.78% compared to SPLY. Prevailing negative sentiments shall keep the market performance subdued for the foreseeable future as the economy is expected to undergo course correction.



AL Habib Cash Fund (AHCF)

(Formerly: First Habib Cash Fund)

INVESTMENT OBJECTIVE

The investment objective of AHCF is to provide its unit holders competitive returns from a portfolio of low risk, short duration assets while maintaining high liquidity.

INVESTMENT COMMITTEE

Mr. Kashif Rafi
Mr. Zahid Hussain Vasnani
Mr. Ahmed Abbas
Mr. Talha A. Siddiqui
Mr. Nabeel Zafar

FUND DETAILS

| | |
|-----------------------------|---|
| Fund Type | Open-ended |
| Fund Category | Money Market Scheme |
| Net Assets | Rs. 16.411 Billion (May 31, 2022) |
| NAV per unit | Rs. 102.0833 per unit (May 31, 2022) |
| Total Expense Ratio | 0.74% as on (May 31, 2022) (Including 0.08% Government Levies) |
| Trustee | Central Depository Company of Pakistan Ltd. |
| Auditors External | EY Ford Rhodes & Co. Chartered Accountants |
| Management Fee* | Up to 10% of the gross earnings of the Scheme |
| Front-end-Load | 3% (Management has the discretion to reduce or waive load on any transaction) |
| Back-end-Load | Nil |
| Launch Date | March 10, 2011 |
| Benchmark | 70% three (3) months PKRV rates + 30% three (3) months average deposit rate of three (3) AA rated scheduled banks as selected by MUFAP. |
| Dealing Days | Monday to Friday |
| Cut-off Timings | |
| a) For Regular Transactions | Monday to Friday 4:30 pm |
| b) For same day Redemptions | 9:30 am |
| Pricing Mechanism | Backward Pricing |
| Minimum Subscription | Initial investment of Rs. 5,000/- Subsequently Rs. 1,000/- per transaction. |
| AMC Rating | "AM2" by PACRA (September 15, 2021) |
| Fund Stability Rating | 'AA+(f)' by VIS (December 28, 2021) |
| Risk Profile | Very Low (Principal at very low risk) |
| Fund Manager | Mr. Ahmed Abbas |
| Leverage | Nil |

Actual Management Fee charged is 0.42% based on average net assets (annualized).

FUND MANAGER'S REVIEW

The Fund outperformed its benchmark by 83bps as it posted YTD return of 9.50% as against the benchmark of 8.67%. The Weighted Average Time to Maturity of Net Assets remained at 1 Days.

FUND'S PERFORMANCE*

| | May 31, 2022 | YTD | Trailing 12 Months | Since Inception (10 Years basis) |
|---------------------|--------------|-------|--------------------|----------------------------------|
| AHCF (Annualized)** | 12.37% | 9.50% | 9.36% | 7.81% |
| Benchmark*** | 10.24% | 8.67% | 8.52% | 7.58% |

*Performance data does not include the cost incurred directly by an investor in the form of sales loads.

**Basic computation of performance (i.e. NAV to NAV as with Dividend reinvested)

***Benchmark of the Scheme has been changed - vide SECP Direction # 27/16 dated June 25, 2016

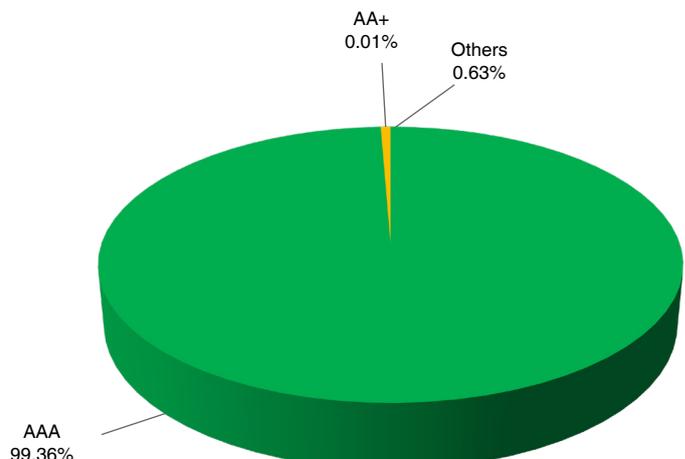
ASSET ALLOCATION

| | May 31, 2022 | April 30, 2022 |
|---------|--------------|----------------|
| Cash | 99.37% | 1.19% |
| T-Bills | 0.00% | 98.58% |
| Others | 0.63% | 0.23% |

FUND PERFORMANCE HISTORY

| | FY21 | FY20 | FY19 | FY18 | FY17 |
|------------------------|-------|--------|-------|-------|-------|
| AHCF (Annualized) -YTD | 6.84% | 12.94% | 8.65% | 5.42% | 6.56% |
| Benchmark | 6.70% | 11.45% | 8.87% | 5.36% | 5.27% |

CREDIT QUALITY OF PORTFOLIO (% AGE OF TOTAL ASSETS)



Provision against Sindh Workers' Welfare Fund's Liability: During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AHCF amounting to Rs. 27.18 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 unusual increase in NAV of the AHCF by 0.14% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

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AL Habib Money Market Fund (AHMMF)

INVESTMENT OBJECTIVE

The investment objective of AHMMF is to provide its unit-holders optimum returns from a portfolio of low risk and short duration assets while being highly liquid.

INVESTMENT COMMITTEE

Mr. Kashif Rafi
Mr. Zahid Hussain Vasnani
Mr. Ahmed Abbas
Mr. Talha A. Siddiqui
Mr. Nabeel Zafar

FUND DETAILS

| | |
|-----------------------------|---|
| Fund Type | Open-ended |
| Fund Category | Money Market Scheme |
| Net Assets | Rs. 3.694 Billion (May 31, 2022) |
| NAV per Unit | Rs. 100.0000 per unit (May 31, 2022) |
| Total Expense Ratio | 0.54% as on (May 31, 2022) (Including 0.06% Government Levies) |
| Trustee | Central Depository Company of Pakistan Ltd. |
| Auditors External | EY Ford Rhodes & Co. Chartered Accountants |
| Management Fee* | 10% of the annual gross earnings of the Scheme |
| Front-end-Load | 3% (Management has the discretion to reduce or waive load on any transaction) |
| Back-end-Load | Nil |
| Launch Date | December 20, 2021 |
| Benchmark | 70% three (3) months PKRV rates + 30% three (3) months average deposit rate of three (3) AA rated scheduled banks as selected by MUFAP. |
| Dealing Days | Monday to Friday |
| Cut-off Timings | |
| a) For Regular Transactions | Monday to Friday 4:30 pm |
| b) For same day Redemptions | 9:30 am |
| Pricing Mechanism | Backward Pricing |
| Minimum Subscription | Initial investment of Rs. 5,000/- Subsequently Rs. 1,000/- per transaction. |
| AMC Rating | "AM2" by PACRA (September 15, 2021) |
| Fund Stability Rating | N/A |
| Risk Profile | Very Low (Principal at very low risk) |
| Fund Manager | Mr. Ahmed Abbas |
| Leverage | Nil |

Actual Management Fee charged is 0.25% based on average net assets (annualized).

FUND MANAGER'S REVIEW

The Fund outperformed its benchmark by 91bps as it posted YTD return of 10.92% as against the benchmark of 10.01%. The Weighted Average Time to Maturity of Net Assets remained at 1 Days.

FUND'S PERFORMANCE*

| | May 31, 2022 | YTD | Trailing 12 Months | Since Inception |
|----------------------|--------------|--------|--------------------|-----------------|
| AHMMF (Annualized)** | 12.35% | 10.92% | N/A | 10.92% |
| Benchmark | 10.24% | 10.01% | N/A | 10.01% |

*Performance data does not include the cost incurred directly by an investor in the form of sales loads.
**Basic computation of performance (i.e. NAV to NAV as with Dividend reinvested)

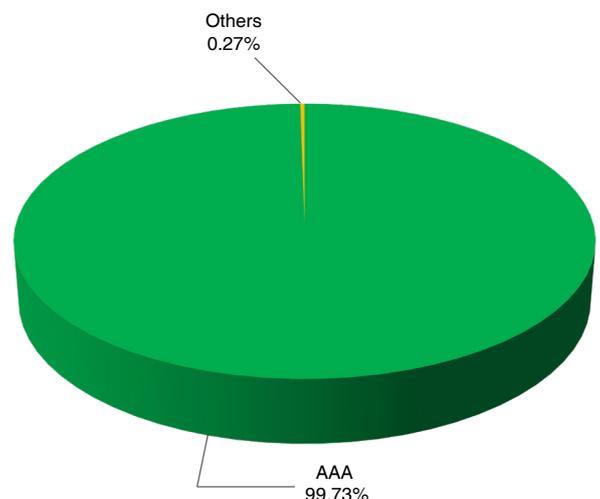
ASSET ALLOCATION

| | May 31, 2022 | April 30, 2022 |
|---------|--------------|----------------|
| Cash | 99.73% | 2.55% |
| T-Bills | 0.00% | 97.45% |
| Others | 0.27% | 0.00% |

FUND PERFORMANCE HISTORY

| | FY21 | FY20 | FY19 | FY18 | FY17 |
|-------------------------|------|------|------|------|------|
| AHMMF (Annualized) -YTD | N/A | N/A | N/A | N/A | N/A |
| Benchmark | N/A | N/A | N/A | N/A | N/A |

CREDIT QUALITY OF PORTFOLIO (% AGE OF TOTAL ASSETS)



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AL Habib Income Fund (AHIF)

(Formerly: First Habib Income Fund)

INVESTMENT OBJECTIVE

The investment objective of the Fund and Allocation Plan(s) is to provide competitive risk adjusted returns to its investors by investing in a diversified portfolio of long, medium- and short-term debt instruments while taking into account liquidity considerations.

INVESTMENT COMMITTEE

Mr. Kashif Rafi
Mr. Zahid Hussain Vasnani
Mr. Ahmed Abbas
Mr. Talha A. Siddiqui
Mr. Nabeel Zafar

FUND DETAILS

| | |
|-----------------------|--|
| Fund Type | Open-ended |
| Fund Category | Income Scheme |
| Net Assets | Rs. 1.708 Billion (May 31, 2022) |
| NAV per Unit | Rs. 109.6442 per unit (May 31, 2022) |
| Total Expense Ratio | 1.00% as on (May 31, 2022) (Including 0.10% Government Levies) |
| Trustee | Central Depository Company of Pakistan Ltd. |
| Auditors External | EY Ford Rhodes & Co. Chartered Accountants |
| Management Fee* | Up to 10% of the gross earnings of the Scheme |
| Front-end-Load | 3.00% (Management has the discretion to reduce or waive load on any transaction) |
| Back-end-Load | Nil |
| Launch Date | June 02, 2007 |
| Benchmark | Six (6) months KIBOR rates. |
| Dealing Days | Monday to Friday |
| Cut-off Timings | Monday to Friday 4:30 pm |
| Pricing Mechanism | Forward Pricing |
| Minimum Subscription | Initial investment of Rs. 5,000/- Subsequently Rs. 1,000/- per transaction. |
| AMC Rating | "AM2" by PACRA (September 15, 2021) |
| Fund Stability Rating | "AA (f)" by PACRA (March 04, 2022) |
| Risk Profile | Medium (Principal at medium risk) |
| Fund Manager | Mr. Ahmed Abbas |
| Leverage | Nil |

Actual Management Fee charged is 0.56% based on average net assets (annualized).

ASSET ALLOCATION

| | May 31, 2022 | April 30, 2022 |
|------------------------------|--------------|----------------|
| Cash | 84.59% | 7.96% |
| T-Bills | 0.00% | 76.51% |
| PIBs | 5.76% | 5.91% |
| TFC | 3.54% | 3.63% |
| Sukuk | 4.93% | 5.11% |
| Others Including receivables | 1.19% | 0.88% |

Provision against Sindh Workers' Welfare Fund's Liability: During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AHIF amounting to Rs. 7.49 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 unusual increase in NAV of the AHIF by 0.56% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

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FUND MANAGER'S REVIEW

The Fund underperformed its benchmark by 87bps as it posted YTD return of 9.54% against the benchmark of 10.41%. The Weighted Average Time to Maturity of Net Assets remained at 227 Days.

FUND'S PERFORMANCE*

| | May 31, 2022 | YTD | Trailing 12 Months | Since Inception |
|---------------------|--------------|--------|--------------------|-----------------|
| AHIF (Annualized)** | 13.05% | 9.54% | 9.34% | 7.95% |
| Benchmark*** | 14.90% | 10.41% | 10.18% | 8.22% |

*Performance data does not include the cost incurred directly by an investor in the form of sales loads.
**Basic computation of performance (i.e. NAV to NAV as with Dividend reinvested)
*** Benchmark of the Scheme has been changed - vide SECP Direction # 27/16 dated June 25, 2016

FUND PERFORMANCE HISTORY

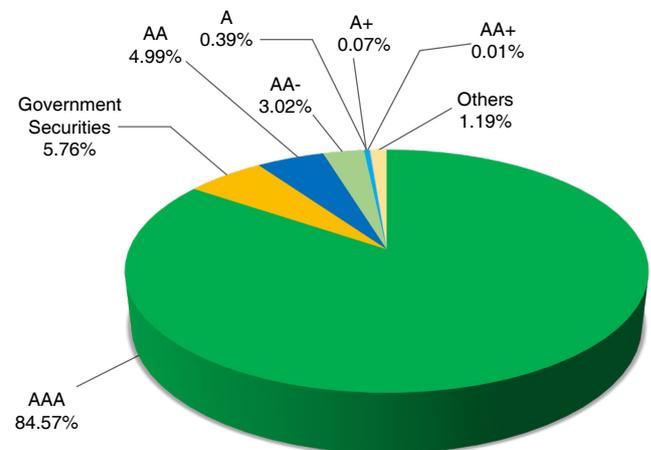
| | FY21 | FY20 | FY19 | FY18 | FY17 |
|-------------------------|-------|--------|--------|-------|-------|
| FHIF (Annualized) – YTD | 6.43% | 12.79% | 8.10% | 5.24% | 6.29% |
| Benchmark | 7.43% | 11.94% | 10.43% | 6.36% | 6.03% |

TOP HOLDINGS (% OF TOTAL ASSETS)

| INVESTEES NAME | % OF TOTAL ASSETS |
|--|-------------------|
| ASKARI BANK LTD. - TFC (17-03-20) | 3.54% |
| Meezan Bank Ltd. - Sukuk (09-01-20) | 1.51% |
| Dubai Islamic Bank Pakistan Ltd. - SUK (14-07-17) | 1.50% |
| Gas & Oil Pakistan Limited - Sukuk (31-12-2021) | 1.45% |
| Ghani Chemical Industries Ltd. (Formerly: Ghani Gases Ltd.) - SUKUK (02-02-17) | 0.39% |
| AGP Limited - Sukuk (09-06-2017) | 0.07% |

Top Holdings make 8.47% of Total Assets

CREDIT QUALITY OF PORTFOLIO (% AGE OF TOTAL ASSETS)



AL Habib Islamic Cash Fund (AHICF)

INVESTMENT OBJECTIVE

The investment objective of the Fund is to provide its unit-holders optimum returns from a Shariah compliant portfolio of low risk and short duration assets while being highly liquid.

INVESTMENT COMMITTEE

Mr. Kashif Rafi
Mr. Zahid Hussain Vasnani
Mr. Ahmed Abbas
Mr. Talha A. Siddiqui
Mr. Nabeel Zafar

FUND DETAILS

| | |
|-----------------------------|---|
| Fund Type | Open-ended |
| Fund Category | Shariah Compliant Money Market Scheme |
| Net Assets | Rs. 6.262 Billion (May 31, 2022) |
| NAV per Unit | Rs. 100.0000 per unit (May 31, 2022) |
| Total Expense Ratio | 0.48% as on (May 31, 2022) (Including 0.05% Government Levies) |
| Trustee | Central Depository Company of Pakistan Ltd. |
| Shariah Advisor | Dr. Mufti Ismatullah |
| Auditors External | EY Ford Rhodes & Co. Chartered Accountants |
| Management Fee* | 10% of the annual gross earnings of the Scheme |
| Front-end-Load | 3% (Management has the discretion to reduce or waive load on any transaction) |
| Back-end-Load | Nil |
| Launch Date | December 20, 2021 |
| Benchmark | Three months average deposit rates of 3 AA rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP |
| Dealing Days | Monday to Friday |
| Cut-off Timings | |
| a) For Regular Transactions | Monday to Friday 4:30 pm |
| b) For same day Redemptions | 9:30 am |
| Pricing Mechanism | Backward Pricing |
| Minimum Subscription | Initial investment of Rs. 5,000/- Subsequently Rs. 1,000/- per transaction. |
| AMC Rating | "AM2" by PACRA (September 15, 2021) |
| Fund Stability Rating | N/A |
| Risk Profile | Very Low (Principal at very low risk) |
| Fund Manager | Mr. Ahmed Abbas |
| Leverage | Nil |

Actual Management Fee charged is 0.2% based on average net assets (annualized).

FUND MANAGER'S REVIEW

The Fund outperformed its benchmark by 678bps as it posted YTD return of 10.65% against the benchmark of 3.87%. The Weighted Average Time to Maturity of Net Assets remained at 1 Day.

FUND'S PERFORMANCE*

| | May 31, 2022 | YTD | Trailing 12 Months | Since Inception |
|----------------------|--------------|--------|--------------------|-----------------|
| AHICF (Annualized)** | 12.34% | 10.65% | N/A | 10.65% |
| Benchmark | 4.34% | 3.87% | N/A | 3.87% |

*Performance data does not include the cost incurred directly by an investor in the form of sales loads.
**Basic computation of performance(i.e. NAV to NAV as with Dividend reinvested)

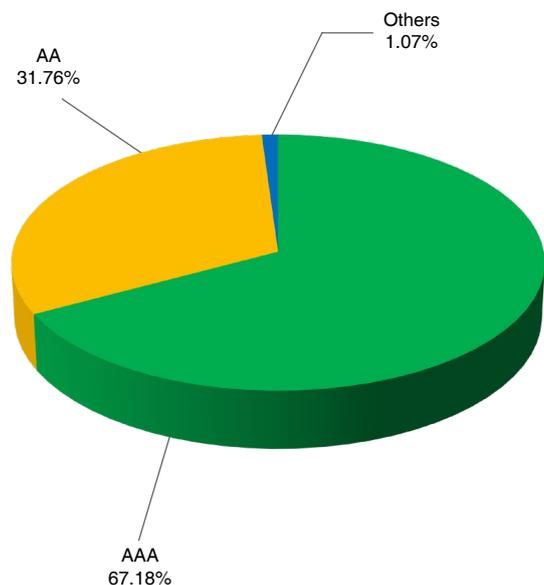
ASSET ALLOCATION

| | May 31, 2022 | April 30, 2022 |
|--------|--------------|----------------|
| Cash | 98.93% | 99.22% |
| Others | 1.07% | 0.78% |

FUND PERFORMANCE HISTORY

| | FY21 | FY20 | FY19 | FY18 | FY17 |
|--------------------------|------|------|------|------|------|
| AHICF (Annualized) – YTD | N/A | N/A | N/A | N/A | N/A |
| Benchmark | N/A | N/A | N/A | N/A | N/A |

CREDIT QUALITY OF PORTFOLIO (% AGE OF TOTAL ASSETS)



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AL Habib Islamic Income Fund (AHIIF)

(Formerly: First Habib Islamic Income Fund)

INVESTMENT OBJECTIVE

The primary objective of AHIIF is to provide competitive risk adjusted returns to its investors by investing in a diversified portfolio of long, medium and short term Shariah Compliant debt instruments while taking into account liquidity considerations.

INVESTMENT COMMITTEE

Mr. Kashif Rafi
Mr. Zahid Hussain Vasnani
Mr. Ahmed Abbas
Mr. Talha A. Siddiqui
Mr. Nabeel Zafar

FUND DETAILS

| | |
|-----------------------|---|
| Fund Type | Open-ended |
| Fund Category | Shariah Compliant Income Scheme |
| Net Assets | Rs. 7.442 Billion (May 31, 2022) |
| NAV per Unit | Rs. 102.6067 per unit (May 31, 2022) |
| Total Expense Ratio | 0.83% as on (May 31, 2022) (Including 0.09% Government Levies) |
| Trustee | Central Depository Company of Pakistan Ltd. |
| Shariah Advisor | Dr. Mufti Ismatullah |
| Auditors External | EY Ford Rhodes & Co. Chartered Accountants |
| Management Fee* | Up to 10% of the gross earnings of the Scheme |
| Front-end-Load | 3.00% (Management has the discretion to reduce or waive load on any transaction) |
| Back-end-Load | Nil |
| Launch Date | January 23, 2017 |
| Benchmark | Average of the six months profit rates of three Islamic Banks/ licensed Islamic Banking window of conventional banks having long term credit of A or higher, as selected by MUFAP |
| Dealing Days | Monday to Friday |
| Cut-off Timings | Monday to Friday 4:30 pm |
| Pricing Mechanism | Forward Pricing |
| Minimum Subscription | Initial investment of Rs. 5,000/- Subsequently Rs. 1,000/- per transaction. |
| AMC Rating | "AM2" by PACRA (September 15, 2021) |
| Fund Stability Rating | "AA (f)" by PACRA, (March 04, 2022) |
| Risk Profile | Medium (Principal at medium risk) |
| Fund Manager | Mr. Ahmed Abbas |
| Leverage | Nil |

Actual Management Fee charged is 0.47% based on average net assets (annualized).

ASSET ALLOCATION

| | May 31, 2022 | April 30, 2022 |
|--|--------------|----------------|
| Cash | 51.21% | 50.72% |
| GOP Ijarah Sukuk | 28.08% | 27.98% |
| Corporate Sukuk | 17.02% | 17.69% |
| Government Backed/ Government Securities | 1.68% | 1.68% |
| Others | 2.01% | 1.93% |

FUND MANAGER'S REVIEW

The Fund outperformed its benchmark by 521bps as it posted YTD return of 8.49% against the benchmark of 3.28%. The Weighted Average Time to Maturity of Net Assets remained at 685 Days.

FUND'S PERFORMANCE*

| | May 31, 2022 | YTD | Trailing 12 Months | Since Inception |
|----------------------|--------------|-------|--------------------|-----------------|
| AHIIF (Annualized)** | 11.91% | 8.49% | 8.38% | 6.07% |
| Benchmark | 3.82% | 3.28% | 3.27% | 3.48% |

*Performance data does not include the cost incurred directly by an investor in the form of sales loads.
**Basic computation of performance (i.e. NAV to NAV as with Dividend reinvested)

FUND PERFORMANCE HISTORY

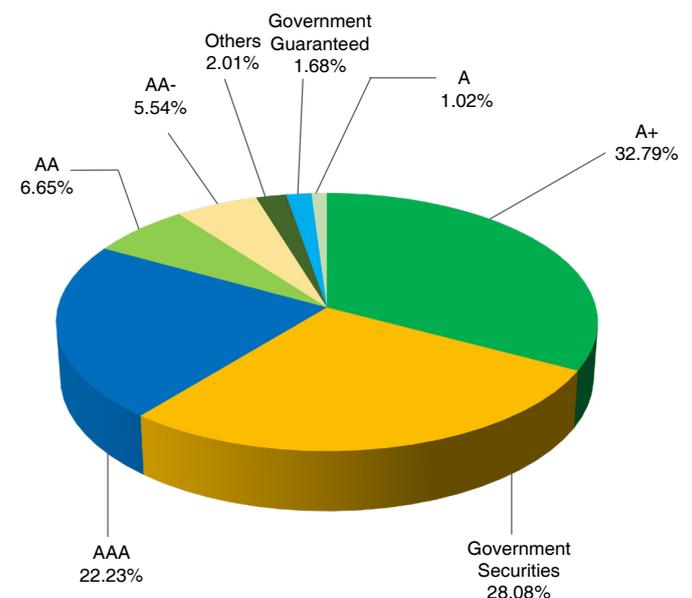
| | FY21 | FY20 | FY19 | FY18 | FY17 |
|--------------------------|-------|--------|-------|-------|-------|
| AHIIF (Annualized) – YTD | 6.57% | 11.79% | 6.58% | 3.49% | 3.30% |
| Benchmark | 3.56% | 6.33% | 3.69% | 2.44% | 2.66% |

TOP HOLDINGS (% OF TOTAL ASSETS)

| INVESTEES NAME | % OF TOTAL ASSETS |
|--|-------------------|
| Engro Polymer & Chemicals Ltd. Sukuk (11-01-19) | 6.64% |
| Dubai Islamic Bank Pakistan Ltd. - SUK (14-07-17) | 5.50% |
| Meezan Bank Ltd. - Sukuk (09-01-20) | 3.83% |
| Gas & Oil Pakistan Limited - Sukuk (31-12-2021) | 1.01% |
| Ghani Chemical Industries Ltd. (Formerly: Ghani Gases Ltd.) - SUKUK (02-02-17) | 0.04% |
| AGP Ltd. SUK (09-06-17) | 0.01% |

***Top 10 Holding make 17.02% of Total Assets**

CREDIT QUALITY OF PORTFOLIO (% AGE OF TOTAL ASSETS)



Provision against Sindh Workers' Welfare Fund's Liability: During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AHIIF amounting to Rs. 26.82 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 unusual increase in NAV of the AHIIF by 0.19% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

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AL Habib Islamic Savings Fund (AHISAVF)

INVESTMENT OBJECTIVE

The investment objective of AHISAVF is to provide competitive risk adjusted returns to its investors by investing in a diversified portfolio of long, medium and short term Shariah Compliant debt instruments while taking into account liquidity considerations.

INVESTMENT COMMITTEE

Mr. Kashif Rafi
Mr. Zahid Hussain Vasnani
Mr. Ahmed Abbas
Mr. Talha A. Siddiqui
Mr. Nabeel Zafar

FUND DETAILS

| | |
|-----------------------------|---|
| Fund Type | Open-ended |
| Fund Category | Shariah Compliant Income Scheme |
| Net Assets | Rs. 1.163 Billion (May 31, 2022) |
| NAV per Unit | Rs. 100.0000 per unit (May 31, 2022) |
| Total Expense Ratio | 0.80% as on (May 31, 2022) (Including 0.08% Government Levies) |
| Trustee | Central Depository Company of Pakistan Ltd. |
| Shariah Advisor | Dr. Mufti Ismatullah |
| Auditors External | EY Ford Rhodes & Co. Chartered Accountants |
| Management Fee* | 10% of the annual gross earnings of the Scheme |
| Front-end-Load | 3% (Management has the discretion to reduce or waive load on any transaction) |
| Back-end-Load | Nil |
| Launch Date | December 20, 2021 |
| Benchmark | Average of the six months profit rates of three Islamic Banks/ licensed Islamic Banking window of conventional banks having long term credit of A or higher, as selected by MUFAP |
| Dealing Days | Monday to Friday |
| Cut-off Timings | |
| a) For Regular Transactions | Monday to Friday 4:30 pm |
| b) For same day Redemptions | 9:30 am |
| Pricing Mechanism | Backward Pricing |
| Minimum Subscription | Initial investment of Rs. 5,000/- Subsequently Rs. 1,000/- per transaction. |
| AMC Rating | "AM2" by PACRA (September 15, 2021) |
| Fund Stability Rating | N/A |
| Risk Profile | Medium (Principal at medium risk) |
| Fund Manager | Mr. Ahmed Abbas |
| Leverage | Nil |

Actual Management Fee charged is 0.4% based on average net assets (annualized).

FUND MANAGER'S REVIEW

The Fund outperformed its benchmark by 723bps as it posted YTD return of 10.63% against the benchmark of 3.40%. The Weighted Average Time to Maturity of Net Assets remained at 1 Day.

FUND'S PERFORMANCE*

| | May 31, 2022 | YTD | Trailing 12 Months | Since Inception |
|------------------------|--------------|--------|--------------------|-----------------|
| AHISAVF (Annualized)** | 11.90% | 10.63% | N/A | 10.63% |
| Benchmark | 3.82% | 3.40% | N/A | 3.40% |

*Performance data does not include the cost incurred directly by an investor in the form of sales loads.
**Basic computation of performance(i-e NAV to NAV as with Dividend reinvested)

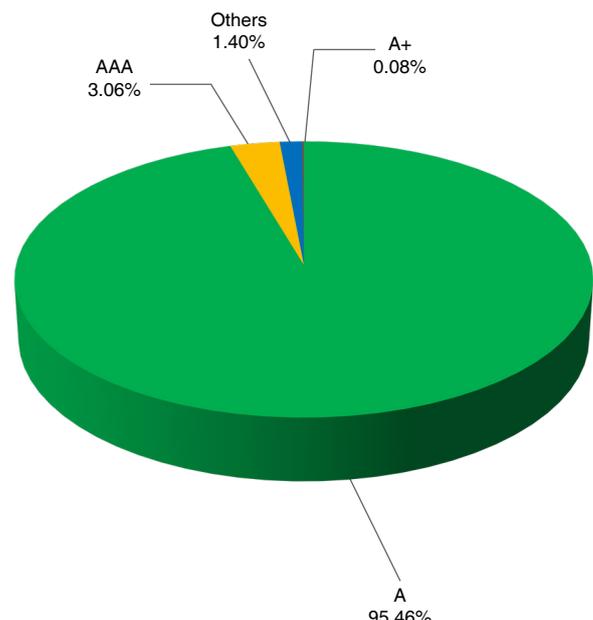
ASSET ALLOCATION

| | May 31, 2022 | April 30, 2022 |
|--------|--------------|----------------|
| Cash | 98.60% | 98.21% |
| Others | 1.40% | 1.79% |

FUND PERFORMANCE HISTORY

| | FY21 | FY20 | FY19 | FY18 | FY17 |
|----------------------------|------|------|------|------|------|
| AHISAVF (Annualized) – YTD | N/A | N/A | N/A | N/A | N/A |
| Benchmark | N/A | N/A | N/A | N/A | N/A |

CREDIT QUALITY OF PORTFOLIO (% AGE OF TOTAL ASSETS)



AL Habib Asset Allocation Fund (AHAAF)

(Formerly: First Habib Asset Allocation Fund)

INVESTMENT OBJECTIVE

To provide risk adjusted competitive returns to its investor by investing in multiple asset classes based on market outlook.

INVESTMENT COMMITTEE

Mr. Kashif Rafi
Mr. Zahid Hussain Vashani
Mr. Ahmed Abbas
Mr. Talha A. Siddiqui
Mr. Nabeel Zafar

FUND DETAILS

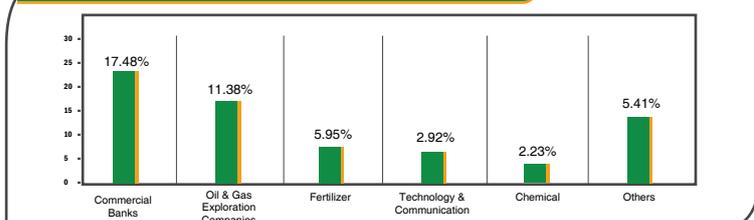
| | |
|-----------------------------|--|
| Fund Type | Open-ended |
| Fund Category | Asset Allocation Scheme |
| Net Assets | Rs. 101.20 million (May 31, 2022) |
| NAV per Unit | Rs. 98.8475 per unit (May 31, 2022) |
| Total Expense Ratio | 4.24% as on (May 31, 2022) (Including 0.34% Government Levies) |
| Trustee | Central Depository Company of Pakistan Ltd. |
| Auditors External | EY Ford Rhodes & Co. Chartered Accountants |
| Management Fee* | 2% per annum of average daily net assets. |
| Front-end-Load | 2% (Management has the discretion to reduce or waive load on any transaction) |
| Back-end-Load | Nil |
| Launch Date | December 08, 2017 |
| Benchmark | Weighted average daily return of KSE - 100 & 6M KIBOR |
| Dealing Days | Monday to Friday |
| Cut-off Timings | |
| a) For Regular Transactions | Monday to Thursday 3:30 pm Friday 4:30 pm |
| b) For same day Redemptions | 9:30 am |
| Pricing Mechanism | Forward Pricing |
| Minimum Subscription | Initial investment of Rs. 5,000/- Subsequently Rs. 1,000/- per transaction. |
| AMC Rating | "AM2" by PACRA (September 15, 2021) |
| Risk Profile | High (Principal at high risk) |
| Fund Manager | Mr. Talha A. Siddiqui |
| Leverage | Nil |

Actual Management Fee charged is 2% based on average net assets (annualized).

ASSET ALLOCATION

| | May 31, 2022 | April 30, 2022 |
|---------|--------------|----------------|
| Cash | 11.23% | 14.92% |
| T-bills | 24.36% | 0.00% |
| Equity | 45.38% | 73.85% |
| Others | 19.03% | 11.23% |

SECTOR ALLOCATION (% OF TOTAL ASSETS)



Provision against Sindh Workers' Welfare Fund's Liability: During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AHAAF amounting to Rs. 0.45 million has been reserved 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 unusual increase in NAV of the AHAAF by 0.41% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

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FUND MANAGER'S REVIEW

The Fund outperformed its benchmark by 100bps as it posted YTD return of -4.34% as against the benchmark of -5.34%. The Weighted Average Time to Maturity of Net Assets remained 4.04 Days.

FUND'S PERFORMANCE*

| | May 31, 2022 | YTD | Trailing 12 Months | Since Inception |
|--------------------|--------------|--------|--------------------|-----------------|
| AHAAF (Absolute)** | -4.90% | -4.34% | -4.68% | 2.92% |
| Benchmark | -3.13% | -5.34% | -6.16% | 15.13% |

*Performance data does not include the cost incurred directly by an investor in the form of sales loads.
**Basic computation of performance(i-e NAV to NAV with Dividend reinvested)

FUND PERFORMANCE HISTORY

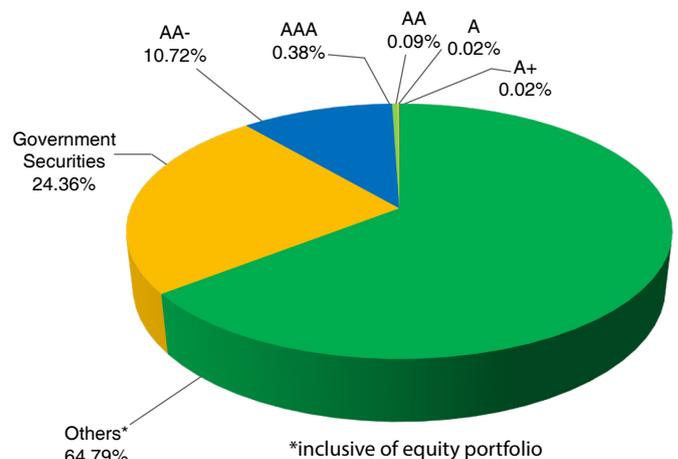
| | FY21 | FY20 | FY19 | FY18 |
|------------------------|--------|--------|--------|-------|
| AHAAF (Absolute) – YTD | 17.22% | -0.55% | -8.46% | 0.83% |
| Benchmark | 23.85% | 2.09% | -5.70% | 1.99% |

TOP TEN HOLDINGS (% OF TOTAL ASSETS)

| INVESTEES NAME | % OF TOTAL ASSETS |
|---------------------------------------|-------------------|
| Meezan Bank Limited | 6.87% |
| Pakistan Oilfields Limited | 4.71% |
| Mari Petroleum Company Limited | 2.85% |
| Oil & Gas Development Company Limited | 2.54% |
| Bank AL Habib Limited | 2.34% |
| Engro Corporation Limited | 1.84% |
| Habib Metropolitan Bank Limited | 1.81% |
| Fauji Fertilizer Company Limited | 1.81% |
| United Bank Limited | 1.80% |
| Tariq Glass Industries Limited | 1.74% |

Top Ten Holdings make 28.31% of Total Assets

CREDIT QUALITY OF PORTFOLIO (% AGE OF TOTAL ASSETS)



AL Habib Stock Fund (AHSF)

(Formerly: First Habib Stock Fund)

INVESTMENT OBJECTIVE

The objective of AL Habib Stock Fund (AHSF) is to provide investors with long term capital growth from an actively managed portfolio invested primarily in diversified pool of listed equities and other approved instruments.

INVESTMENT COMMITTEE

Mr. Kashif Rafi
Mr. Zahid Hussain Vashani
Mr. Ahmed Abbas
Mr. Talha A. Siddiqui
Mr. Nabeel Zafar

FUND DETAILS

| | |
|----------------------|--|
| Fund Type | Open-ended |
| Fund Category | Equity Scheme |
| Net Assets | Rs. 201.43 million (May 31, 2022) |
| NAV per Unit | Rs. 82.7679 per unit (May 31, 2022) |
| Total Expense Ratio | 3.50 % as on (May 31, 2022) (Including 0.35% Government Levies) |
| Trustee | Central Depository Company of Pakistan Ltd. |
| Auditors External | EY Ford Rhodes & Co. Chartered Accountants |
| Management Fee* | 2% per annum of average daily net assets. |
| Front-end-Load | 2.00% (Management has the discretion to reduce or waive load on any transaction) |
| Back-end-Load | Nil |
| Launch Date | October 10, 2009 |
| Benchmark | KSE – 30 Index (Total Return) |
| Dealing Days | Monday to Friday |
| Cut-off Timings | Monday to Thursday 3:30 pm Friday 4:30 pm |
| Pricing Mechanism | Forward Pricing |
| Minimum Subscription | Initial investment of Rs. 5,000/- Subsequently Rs. 1,000/- per transaction. |
| AMC Rating | "AM2" by PACRA (September 15, 2021) |
| Risk Profile | High (Principal at high risk) |
| Fund Manager | Mr. Talha A. Siddiqui |
| Leverage | Nil |

Actual Management Fee charged is 2% based on average net assets (annualized).

ASSET ALLOCATION

| | May 31, 2022 | April 30, 2022 |
|--------|--------------|----------------|
| Cash | 27.00% | 2.75% |
| Equity | 66.99% | 94.98% |
| Others | 6.01% | 2.27% |

FUND MANAGER'S REVIEW

The Fund underperformed its benchmark by 44bps as it posted YTD return of -7.21% as against the benchmark of -6.77%.

FUND'S PERFORMANCE*

| | May 31, 2022 | YTD | Trailing 12 Months | Since Inception |
|-------------------|--------------|--------|--------------------|-----------------|
| AHSF (Absolute)** | -6.22% | -7.21% | -6.55% | 118.44% |
| Benchmark*** | -4.53% | -6.77% | -8.92% | 45.59% |

*Performance data does not include the cost incurred directly by an investor in the form of sales loads.

**Basic computation of performance (i.e. NAV to NAV as with Dividend reinvested)

***The benchmark returns of Since Inception has been calculated from Jan 1, 2014 as the benchmark of KSE-30 Index total return was launched on Jan 1, 2014.

FUND PERFORMANCE HISTORY

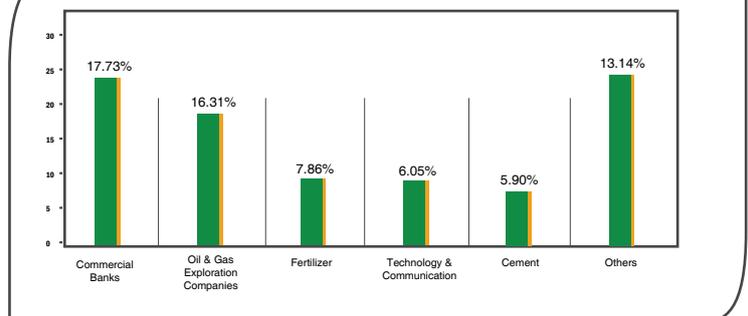
| | FY21 | FY20 | FY19 | FY18 | FY17 |
|-----------------------|--------|--------|---------|---------|--------|
| AHSF (Absolute) – YTD | 27.66% | -0.95% | -19.23% | -14.71% | 21.12% |
| Benchmark | 36.49% | -0.52% | -18.18% | -10.03% | 17.92% |

TOP TEN STOCKS (% OF TOTAL ASSETS)

| INVESTEES NAME | % OF TOTAL ASSETS |
|---------------------------------------|-------------------|
| Pakistan Oilfields Limited | 7.54% |
| Meezan Bank Limited | 7.10% |
| Mari Petroleum Company Limited | 3.71% |
| Oil & Gas Development Company Limited | 3.20% |
| United Bank Limited | 2.71% |
| Engro Polymer & Chemicals Limited | 2.52% |
| Engro Fertilizers Limited | 2.51% |
| Tariq Glass Industries Limited | 2.37% |
| Engro Corporation Limited | 2.22% |
| Fauji Fertilizer Company Limited | 2.17% |

Top Ten Stocks make 36.06% of Total Assets

SECTOR ALLOCATION (% OF TOTAL ASSETS)



Provision against Sindh Workers' Welfare Fund's Liability: During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AHSF amounting to Rs. 1.66 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 unusual increase in NAV of the AHSF by 0.73% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

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AL Habib Islamic Stock Fund (AHISF) (Formerly: First Habib Islamic Stock Fund)

INVESTMENT OBJECTIVE

The investment objective of AL Habib Islamic Stock Fund (AHISF) is to seek long-term capital growth by investing primarily in a Shariah Compliant diversified pool of equities and equity related instruments. The management team shall ensure the active implementation of prudent investment practices, the highest professional standards and compliance of applicable laws.

INVESTMENT COMMITTEE

Mr. Kashif Rafi
Mr. Zahid Hussain Vasnani
Mr. Ahmed Abbas
Mr. Talha A. Siddiqui
Mr. Nabeel Zafar

FUND DETAILS

| | |
|----------------------|--|
| Fund Type | Open-ended |
| Fund Category | Shariah Compliant Equity Scheme |
| Net Assets | Rs. 401.72 million (May 31, 2022) |
| NAV per Unit | Rs. 76.4283 per unit (May 31, 2022) |
| Total Expense Ratio | 3.43% as on (May 31, 2022) (Including 0.35% Government Levies) |
| Trustee | Central Depository Company of Pakistan Ltd. |
| Auditors External | EY Ford Rhodes & Co. Chartered Accountants |
| Management Fee* | 2% per annum of average daily net assets. |
| Front-end-Load | 2.00% (Management has the discretion to reduce or waive load on any transaction) |
| Back-end-Load | Nil |
| Launch Date | April 01, 2017 |
| Benchmark | KMI 30 Index |
| Dealing Days | Monday to Friday |
| Cut-off Timings | Monday to Thursday 3:30 pm Friday 4:30 pm |
| Pricing Mechanism | Forward Pricing |
| Minimum Subscription | Initial investment of Rs. 5,000/- Subsequently Rs. 1,000/- per transaction. |
| AMC Rating | "AM2" by PACRA (September 15, 2021) |
| Risk Profile | High (Principal at high risk) |
| Fund Manager | Mr. Talha A. Siddiqui |
| Leverage | Nil |

Actual Management Fee charged is 2% based on average net assets (annualized).

ASSET ALLOCATION

| | May 31, 2022 | April 30, 2022 |
|--------|--------------|----------------|
| Cash | 25.71% | 5.02% |
| Equity | 68.76% | 92.41% |
| Others | 5.54% | 2.57% |

FUND MANAGER'S REVIEW

The Fund outperformed its benchmark by 504bps as it posted YTD return of -3.54% as against the benchmark of -8.58%.

FUND'S PERFORMANCE*

| | May 31, 2022 | YTD | Trailing 12 Months | Since Inception |
|--------------------|--------------|--------|--------------------|-----------------|
| AHISF (Absolute)** | -6.01% | -3.54% | -5.54% | -22.26% |
| Benchmark | -5.36% | -8.58% | -11.05% | -14.40% |

*Performance data does not include the cost incurred directly by an investor in the form of sales loads.

**Basic computation of performance (i.e. NAV to NAV as with Dividend reinvested)

FUND PERFORMANCE HISTORY

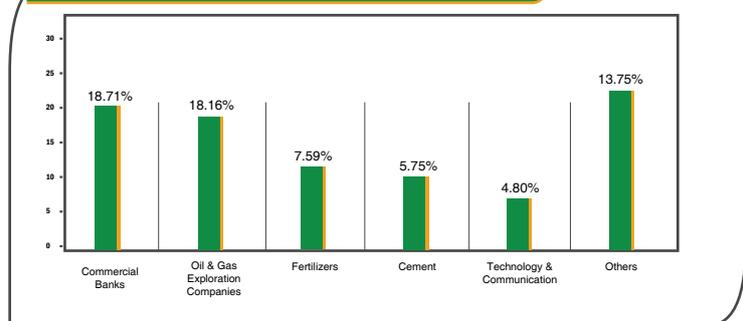
| | FY21 | FY20 | FY19 | FY18 | FY17 |
|-------------------------------|--------|--------|---------|---------|--------|
| AHISF & FHIBF (Absolute) -YTD | 26.88% | -0.09% | -19.81% | -16.16% | -5.44% |
| Benchmark | 39.32% | 1.62% | -23.84% | -9.59% | -3.94% |

TOP TEN STOCKS (% OF TOTAL ASSETS)

| INVESTEES NAME | % OF TOTAL ASSETS |
|---------------------------------------|-------------------|
| Meezan Bank Limited | 13.36% |
| Pakistan Oilfields Limited | 7.90% |
| BankIslami Pakistan Limited | 5.36% |
| Mari Petroleum Company Limited | 4.86% |
| Engro Corporation Limited | 4.17% |
| Oil & Gas Development Company Limited | 3.44% |
| Engro Fertilizers Limited | 3.42% |
| Engro Polymer & Chemicals Limited | 2.48% |
| Tariq Glass Industries Limited | 2.04% |
| Pakistan Petroleum Limited | 1.95% |

Top Ten Stocks makes 48.98% of Total Assets

SECTOR ALLOCATION (% OF TOTAL ASSETS)



Provision against Sindh Workers' Welfare Fund's Liability: During the month of August 2021, provisioning against Sindh Workers' Welfare Fund by AHISF amounting to Rs. 1.10 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 unusual increase in NAV of the AHISF by 0.37% on August 13, 2021. This is one-off event and is not likely to be repeated in the future.

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