

MONTHLY REPORT (MUFAP's Recommended Format)
 Unit Price (31/05/2019): Rs. 11.0201

May 2019

Performance %

| Performance Period | May 2019 | FYTD 2019 | Rolling 12 months | FY 2018 | FY 2017 | FY 2016 | Last 3 years* | Since Launch July 10, 2014* |
|---|----------|-----------|-------------------|---------|---------|---------|---------------|-----------------------------|
| NAFA Government Securities Savings Fund | (0.4%) | 7.6% | 7.4% | 5.0% | 5.8% | 6.5% | 6.0% | 7.8% |
| Benchmark** | 11.9% | 9.7% | 9.5% | 6.2% | 5.9% | 6.2% | 7.2% | 7.4% |

* Annualized Return Based on Morning Star Methodology The performance reported is net of management fee & all other expenses and based on dividend reinvestment gross of with-holding tax where applicable.
 All other returns are Annualized Simple Return

General Information

| | |
|------------------------|--|
| Launch Date: | July 10, 2014 |
| Fund Size: | Rs. 1,291 million |
| Type: | Open-end – Income Fund |
| Dealing Days: | Daily – Monday to Saturday |
| Dealing Time: | (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M (Saturday) 9:00 A.M to 1:00 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism: | Forward Pricing |
| Load:*** | Front End Load (Individual): without life insurance 1%, with life insurance 3% (Nil on investment above Rs. 26 million) Front End Load (Other): 1% (Nil on investment above Rs. 16 million) Back End Load: NIL |
| Management Fee: | 5% of Net Income (min: 0.3% p.a., max: 1.0% p.a.) w.e.f. 10-Sep-18 |
| Total Expense Ratio: | 1.23% p.a.(including 0.31% government levies) |
| Risk Profile: | Low |
| Fund stability rating: | "AA- (f)" by PACRA |
| Listing: | Pakistan Stock Exchange |
| Custodian & Trustee: | Central Depository Company (CDC) |
| Auditors: | KPMG Taseer Hadi & Co. Chartered Accountants |
| Benchmark:** | 6-Month PKRV |
| Fund Manager: | Muhammad Ali Bhabha, CFA, FRM |
| Minimum Subscription: | Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/- |
| Asset Manager Rating: | AM1 by PACRA (Very High Quality) |

** effective from September 01, 2016; Previously 70% average 6-Month PKRV & 30% average 3-Month deposit rates (A+ & above rated banks)
 *** effective from January 02, 2017

Asset Allocation (% of Total Assets) 31-May-19 30-Apr-19

| | 31-May-19 | 30-Apr-19 |
|------------------------------|---------------|---------------|
| PIBs | 17.5% | 31.2% |
| Tbills | 52.2% | 41.1% |
| Bank Deposits | 28.8% | 26.5% |
| Others including receivables | 1.5% | 1.2% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 1,516,531/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0129/0.13%. For details investors are advised to read note 5 of the latest financial statements of the Scheme.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
 Sajjad Anwar, CFA
 Muhammad Ali Bhabha, CFA, FRM
 Hassan Raza, CFA

Notes: 1) The calculation of performance does not include cost of front end load.
 2) Taxes apply. Further, tax credit also available as per section 62 of the Income Tax Ordinance, 2001.

Investment Objective

To provide competitive return from portfolio of low credit risk by investing primarily in Government Securities.

Fund Manager's Commentary

During the month under review, the Fund generated an annualized return of -0.4% p.a. against the benchmark return of 11.9% p.a. Since its launch in July 2014, the Fund offered an annualized return of 7.8% p.a. against the Benchmark return of 7.4% p.a., hence an outperformance of 0.4% p.a. This outperformance is net of management fee and all other expenses.

NAFA Government Securities Savings Fund (NGSSF) invests a minimum of 70% in Government Securities. The Fund invests a minimum 10% of its assets in less than 90 days T-Bills or saving accounts with banks, which enhances liquidity profile of the Fund.

As the asset allocation of the Fund shows, exposure in Government Securities was around 70% of the Total Assets and Net Assets at the end of the month. Last one year allocation in Government Securities was around 73% of net assets. The weighted average time-to-maturity of the Fund is 0.5 year.

We will rebalance the allocation of the Fund proactively based on the capital market outlook.

Credit Quality of the Portfolio as of May 31, 2019 (% of Total Assets)

| Credit Quality | % of Total Assets |
|-----------------------------------|-------------------|
| Government Securities (AAA rated) | 69.7% |
| AAA | 0.1% |
| AA+ | 0.3% |
| AA- | 4.1% |
| A+ | 13.5% |
| A | 10.7% |
| A- | 0.1% |
| Others including receivables | 1.5% |
| Total | 100.0% |