

MONTHLY REPORT (MUFAP's Recommended Format)
 Unit Price (29/03/2019): Rs. 10.3900

March 2019

Performance %

Performance Period	Mar 2019	FYTD 2019	Rolling 12 months	FY 2018	FY 2017	FY 2016	FY 2015	FY 2014	Last 3 years*	Last 5 years*	Last 10 years*	Since Launch March 28, 2008*
NAFA Income Fund	10.0%	8.7%	8.0%	5.5%	6.5%	6.9%	13.7%	2.3%	6.7%	7.1%	4.9%	4.6%
Benchmark	10.9%	9.6%	8.8%	6.3%	6.1%	6.5%	9.0%	9.8%	7.1%	7.5%	9.6%	9.8%

* Annualized Return Based on Morning Star Methodology
 All other returns are Annualized Simple Return

The performance reported is net of management fee & all other expenses and based on dividend reinvestment gross of with-holding tax where applicable.

General Information

Launch Date: March 28, 2008
 Fund Size: Rs. 995 million
 Type: Open-end – Income Fund
 Dealing Days: Daily – Monday to Friday
 Dealing Time: (Mon - Thr) 9:00 A.M to 5:00 P.M
 (Friday) 9:00 A.M to 5:30 P.M
 Settlement: 2-3 business days
 Pricing Mechanism: Forward Pricing
 Load:** Front End Load (Individual): 1% (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: 7% of Net Income (min: 0.5% p.a., max: 1.0% p.a.) w.e.f. 10-Sep-18
 Total Expense Ratio: 1.95% p.a. (including 0.35% government levies)
 Selling & Marketing expenses: 0.4% p.a.
 Risk Profile: Low
 Fund Stability Rating: "A (f)" by PACRA
 Listing: Pakistan Stock Exchange
 Custodian & Trustee: Central Depository Company (CDC)
 Auditors: KPMG Taseer Hadi & Co. Chartered Accountants
 Benchmark: 6-Month KIBOR
 Fund Manager: Muhammad Ali Bhabha, CFA, FRM
 Minimum Subscription: Rs. 10,000/-
 Income Unit: Rs. 100,000/-
 Asset Manager Rating: AM1 by PACRA (Very High Quality)

** effective from January 02, 2017

Investment Objective

To earn a competitive rate of return while preserving capital to the extent possible by investing in liquid assets.

Fund Manager Commentary

The Fund posted an annualized return of 10% p.a. during March 2019 versus the Benchmark return of 10.9% p.a. The reported return is net of management fee and all other expenses.

Exposure in TFCs and Sukuks stands at around 9% of net assets. All TFCs in the Fund are floating rate instruments linked to KIBOR.

The weighted average time to maturity of the Fund is around 0.3 year. Potential recovery in fully provided TFCs (Face Value of around Rs. 305 million), is potential upside for the Fund. Thus, the Fund is expected to perform well over the medium to long term horizon. However, since TFCs prices may go up or down, therefore, only investors with medium term investment horizon are advised to invest in this Fund.

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

Asset Allocation (% of Total Assets)

	29-Mar-19	28-Feb-19
TFCs / Sukuks	8.5%	9.1%
T-Bills	2.9%	3.1%
MTS	0.3%	1.7%
Commercial paper	-	4.2%
Placement with Banks	9.5%	9.8%
Bank Deposits	77.3%	69.7%
Others including receivables	1.5%	2.4%
Total	100.0%	100.0%
Leverage	Nil	Nil

Top TFC (as at March 29, 2019)

Name of TFC / Sukuk	% of Total Assets
Askari Commercial Bank Limited 30-SEP-14 30-SEP-24	3.6%
Jahangir Siddiqui and Company Ltd. 24-Jun-16 24-Jun-21	2.5%
Jahangir Siddiqui and Company Ltd. 18-Jul-17 18-Jul-22	2.0%
Jahangir Siddiqui and Company Ltd. 08-APR-14 08-APR-19	0.4%
Total	8.5%

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 3,930,601/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0411/0.43%. For details investors are advised to read note 12.1 of the financial statements of the Scheme for the period ended December 31, 2018.

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.

Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets
AgriTech Limited II	TFC	149,875,800	149,875,800	-	-	-
AgriTech Limited V	TFC	22,180,000	22,180,000	-	-	-
Eden House Limited	SUKUK	19,687,500	19,687,500	-	-	-
New Allied Electronics Ltd	SUKUK	49,054,371	49,054,371	-	-	-
Saudi Pak Leasing Company Ltd	TFC	41,321,115	41,321,115	-	-	-
Worldcall Telecom Limited	TFC	23,326,170	23,326,170	-	-	-
		305,444,956	305,444,956	-	-	-

Credit Quality of the Portfolio as of March 29, 2019 (% of Total Assets)

Govt. Securities (AAA rated)	2.9%
AAA	0.2%
AA+	10.1%
AA-	60.8%
A+	8.1%
A	16.0%
A-	0.1%
MTS (Unrated)	0.3%
Others including receivables	1.5%
Total	100.0%

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