Fund Manager Report

December 2017

Investment of Rs. 10 Iacs grew to Rs. 30 Iacs in NAFA Stock Fund in only 5 Years!

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Your investments & "NAFA" grow together



Fund Size: Rs. 1,479 Crore as on December 29, 2017 Fund Category: Equity Scheme

Annualized return since inception of Fund on January 19, 2007 till December 29, 2017 is 16.2% p.a. vs Benchmark return of 6.1% p.a. Last one year return is -12.5% vs benchmark return of -17.2%

Minimular return since in the problem in the second of the

CEO's Write-up

NAFA Islamic Energy Fund

Performance Summary Sheet of NAFA's Key Funds



NBP Fullerton Asset Management Ud.

National Bank of Pakistan

NAFA

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Performance Summary of NAFA's Key Funds



NBP Fullerton Asset Management Ud. National Bank of Pakistan

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December 2017

Fund Name	Fund Size (Rs. In Crore)	Stability Rating	Inception Date	December 2017	FYTD	Rolling 12 Months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Since Inception
Fixed Income Funds					A	nnualized	Returns					
NAFA Government Securities Liquid Fund	413	AAA (f)	15-May-09	5.3%	5.2%	7.6%	7.6%	5.7%	8.3%	8.1%	8.7%	8.7%
Benchmark				5.2%	5.2%	5.2%	5.3%	6.0%	8.7%	8.6%	8.9%	8.6%
NAFA Money Market Fund	1,930	AA (f)	23-Feb-12	5.4%	5.5%	6.3%	6.6%	6.3%	8.9%	8.2%	9.2%	7.8%
Benchmark				5.2%	5.2%	5.2%	5.1%	4.6%	6.8%	6.9%	6.8%	6.1%
NAFA Savings Plus Fund	48	AA- (f)	21-Nov-09	5.2%	5.3%	8.0%	8.1%	6.3%	8.7%	7.9%	8.8%	8.6%
Benchmark				6.2%	6.2%	6.2%	5.8%	4.7%	6.7%	7.1%	7.3%	6.9%
NAFA Riba Free Savings Fund	333	A (f)	20-Aug-10	5.1%	4.9%	5.5%	5.9%	5.5%	7.4%	7.8%	8.7%	7.8%
Benchmark				2.6%	2.5%	2.6%	3.1%	4.9%	6.7%	6.7%	7.3%	6.1%
NAFA Financial Sector Income Fund	236	A+ (f)	28-Oct-11	5.1%	5.9%	8.3%	8.4%	6.4%	10.9%	7.9%	9.3%	8.8%
Benchmark				6.2%	6.2%	6.2%	6.0%	5.9%	8.3%	8.9%	9.0%	7.9%
NAFA Income Opportunity Fund	826	A (f)	21-Apr-06	4.8%	4.9%	5.4%	6.3%	7.5%	13.2%	16.6%	10.3%	8.1%
Benchmark				6.2%	6.2%	6.2%	6.1%	6.5%	9.0%	9.8%	9.9%	10.2%
NAFA Islamic Income Fund (Formerly; NAFA Islamic Aggressive Income Fund)	448	A- (f)	26-Oct-07	5.0%	4.9%	5.1%	5.4%	7.4%	9.2%	13.6%	6.8%	6.6%
Benchmark				2.6%	2.5%	2.9%	3.9%	4.8%	6.6%	6.5%	7.0%	6.0%
Equity Related Funds			Cumulative Returns						ļ	Annualized Returns		
NAFA Asset Allocation Fund	308		20-Aug-10	0.6%	(9.6%)	(6.0%)	29.9%	7.6%	24.6%	13.7%	32.0%	17.2%
Benchmark				0.8%	(6.9%)	(7.3%)	14.2%	6.2%	9.6%	15.3%	17.1%	10.1%
NAFA Multi Asset Fund	167		19-Jan-07	0.5%	(8.5%)	(5.6%)	28.4%	8.7%	26.8%	25.4%	34.1%	15.1%
Benchmark				0.7%	(6.8%)	(7.6%)	14.1%	7.1%	11.0%	19.6%	22.4%	8.7%
NAFA Islamic Asset Allocation Fund	1,255		26-Oct-07	0.3%	(9.6%)	(8.8%)	20.3%	13.1%	33.8%	22.2%	36.3%	14.6%
Benchmark				0.7%	(6.6%)	(8.3%)	11.9%	9.2%	12.1%	17.7%	28.9%	10.1%
NAFA Stock Fund	1,479		19-Jan-07	1.3%	(13.3%)	(12.5%)	33.7%	11.4%	36.9%	36.3%	55.0%	16.2%
Benchmark				0.8%	(13.7%)	(17.2%)	17.9%	7.1%	12.3%	29.6%	36.0%	6.1%
NAFA Islamic Stock Fund	645		09-Jan-15	0.6%	(14.6%)	(13.2%)	32.5%	12.9%	n/a	n/a	n/a	12.6%
Benchmark				0.8%	(12.7%)	(16.1%)	18.8%	15.5%	n/a	n/a	n/a	9.5%

Notes: 1) Performance is net of management fee and all expenses. The calculation of performance does not include cost of front-end load. The performance reported is based on dividend reinvestment (gross of with-holding tax where applicable).

2) Tax credit also available as per section 62 of the Income Tax Ordinance, 2001.

3) Taxes apply.

 Lowest Risk NGSLF

NMMF

NSPF

NRFSF

NFSIF

NIIF

NAAF

NMF

NIAAF

Highest Risk NSF

NISF

Moderate Risk NIOF

> n/a = Not applicable.Asset Manager Rating: AM1 by PACRA (Very High Quality)



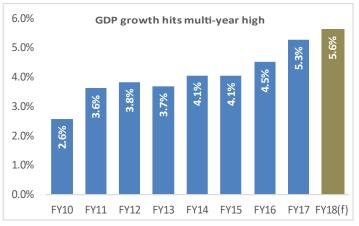
Pakistan Economic and Investment Outlook 2018

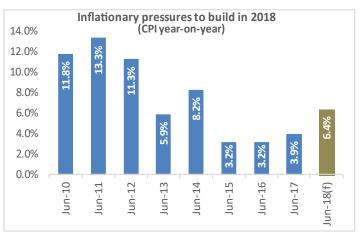
Pakistan's economic performance continued to remain strong in 2017 with GDP growth clocking in at 5.3% for FY2017 (the highest in the past decade) underpinned by the rebound in agriculture sector, continued growth in the manufacturing sector, and healthy contribution by the services sector. For the first time, the size of the economy surpassed USD300 billion mainly supported by the favorable global economic environment, CPEC related investment and an expansionary fiscal and monetary policy. The Achilles' heel of Pakistan's economy is funding the external side due to hefty rise in current account deficit along with repayment of external debt. It has already resulted in drop of SBP forex reserve from USD18.3 billion from the start of CY2017 to USD14.0 billion at year end, despite issuance of USD2.5 billion bonds recently. Inflation averaged at around 4.1% during the calendar year mainly helped by stable food prices and steady exchange rate during most of the year, which allowed SBP to continue with an unchanged monetary policy; while fiscal deficit rose sharply to 5.8% in FY17 from 4.6% in the preceding year.

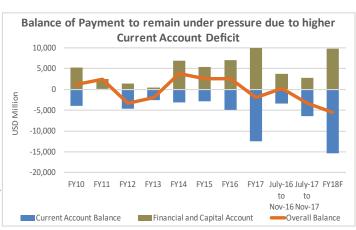
Economic Growth: Going forward, the year 2018 is likely to address the political concerns to a great extent with both Senate and National Assembly elections set to give the new government with a fresh tenure to restart the waning economic reforms program. Improving business confidence & rising private sector investment, augmenting power and gas supplies, accelerating progress on CPEC related projects, and ameliorating security situation are expected to keep the domestic economy and consumption driven model intact. We expect GDP to comfortably grow by 5.5% in 2018, driven by strong consumption and rising investment expenditures under CPEC related projects, higher development spending and private sector capacity expansions. On the supply side, we expect continuation of robust performance of the industrial sector, especially construction, with 7% expected growth, and a healthy 5%-6% growth of the services sector. Focus of government on agri-economics through fertilizer subsidy, loan schemes and market support price are likely to keep agriculture growth around at 3.5%.

Inflation: During 2018, we project inflation to start inching up driven by higher commodity prices, currency devaluation effect and lower base impact, and estimate it to reach around 6% by June-18. As a consequence, we expect interest rates to gradually rise during the year.

Balance of Payment: On the external account front, we expect the current account deficit to widen to around USD15.4bn (4.7% of GDP) in FY2018 due to higher imports, especially of machinery, petroleum and autos; while exports will also rise but by a lower quantum. To control the external account pressure, we have seen some corrective measures taken by the government which include raising duties on non-essential import items, improvement in package for exporters, and recently the gradual PKR devaluation against our trading partners. The impact of these measures is likely to be witnessed in the coming months.







Disclaimer: This publication is for informational purpose only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell the fund. All investments in mutual funds and pension funds are subject to market risks. The price of units may go up as well as down. Past Performance is not necessarily indicative of future results.



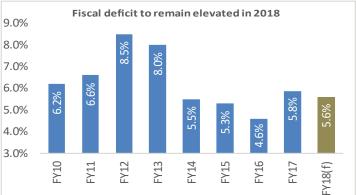
Fiscal Deficit: In our opinion, FY18 fiscal deficit would likely remain in the vicinity of 5.6% of GDP, exceeding the government target of 4.1%, due to slippages on the expenditures side amid higher spending by federal and provincial governments before the next general elections, no IMF oversight, and government's reluctance to implement further revenue mobilization measures because of election considerations.

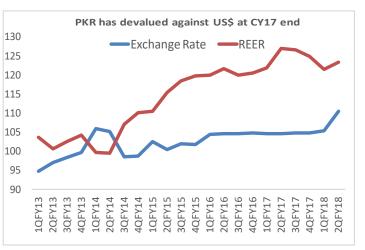
Foreign Exchange Market: In the foreign exchange market, PKR remained largely stable at around PKR105 to a dollar, but saw a devaluation of 5% in the last month of calendar year amid mounting concerns of external side. We expect additional currency devaluation of 5-10% in 2018 to bring the PKR near its equilibrium so as to restore the current account deficit at a manageable level. Latest data by SBP suggests Real Effective Exchange Rate (REER) at PKR123 to a dollar. We also anticipate Pakistan to return to IMF program in the second half of 2018 which will bring the much needed fiscal consolidation and likely reinvigorate government's efforts to increase the tax collection and control over spending along with renewed efforts to privatize/improve the loss making Public Sector Enterprises.

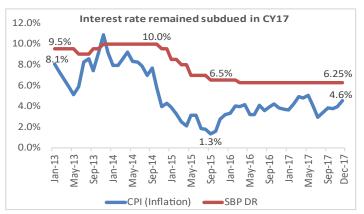
Fixed Income Market: During CY17, yields on fixed income avenues remained largely flat due to unchanged policy rate throughout the year and significant liquidity injection by SBP. We think interest rates have bottomed out now and due to expected rise in inflation, incessant government borrowing and rising private sector credit off-take, we expect around 100bps-150bps rise in SBP policy rate in CY2018. In the above backdrop, we prefer floating corporate debt instruments and shorter-term fixed income avenues considering unattractive term premium & expected increase in fixed income yields.

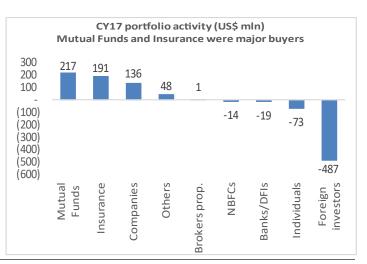
Stock market: After giving positive return in each of the calendar years during CY 2012 to 2016, averaging 33% per year, the market in CY2017 posted a negative return of 15% with most of the downturn coming in the latter half of the year. The first half of 2017 saw an upbeat assessment from a stable political and economic environment along with expected net positive foreign inflows from upgrade into MSCI Emerging Market (EM) Index. As a consequence, the benchmark KSE-100 index hit its all time high level of 52,876 points in May 2017. However, continued net foreign outflow despite entry in EM Index, burgeoning monthly Current Account Deficit (CAD), and heating up of domestic political temperature surrounding the Panama case and its eventual verdict, heightened tension

Dr. Amjad Waheed, CFA Chief Executive Officer









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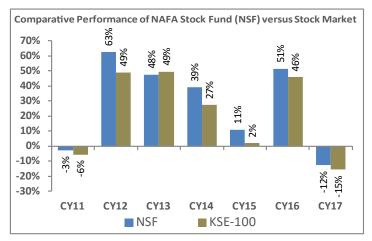
on borders with India and Afghanistan, have all culminated into an overall decline of 23% in the stock market from its peak.

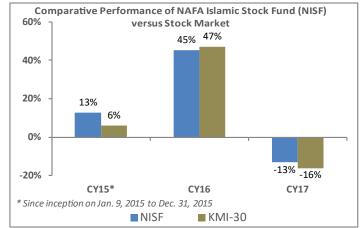
Going forward, the stock market is expected to give a handsome double digit return in 2018 as we reckon that the political uncertainty along with concerns over external account are largely priced in. Gradual PKR devaluation along with entry into a new IMF program will restore the confidence of emerging market fund managers who are yet to take a meaningful position in Pakistani market post entry in Emerging Market Index. Local liquidity remains abundant, and is waiting for clarity on political environment, in our view, amid lower investment return on alternate investment avenues. We believe that over the next 12 months, the upside potential of the stock market far outweighs the potential downside from here given the attractive valuations.

We would like to highlight that despite the inherent volatility, the stock market has given an average return of 21% per annum since 2000 due to robust corporate earnings growth and decent dividend payout. History indicates that those investors who are patient, and do not sell in panic, end up doing very well. Given the forward Price to Earning (P/E) multiple of 9.1 times, Pakistani stock market is at a deep discount to the regional markets that are trading at average P/E multiple of 17 times. We expect the market to deliver healthy double digit return over the next 12-months.



We are bullish on equities, while closely monitoring global & local economic, political, and policy developments with the intent to rebalance our portfolios, if warranted by our economic and financial outlook. NAFA Stock Fund has declined by 12.5% in CY2017 versus 15.3% decline in the stock market (KSE-100 index) and 15.6% average decline in other stock funds. Similarly, NAFA Islamic Stock Fund has declined by 13.2% in CY2017 versus 16.1% decline in benchmark KMI-30 index and 16.1% average decline in other Islamic stock funds. NAFA Stock Funds have generally outperformed the stock market in good times and bad.





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December 2017

Stock Market Review

Local equities remained volatile during December, falling by as much as 5.7% during the month, but bounced back sharply in the latter half of the month to close above the psychological barrier of 40k at 40,471 points, up by 1.2% MoM. During CY17, the stock market performance was a tale of two halves whereby the first half saw the market hitting its all time high in the month of May but declined from there on, to close the year with a decline of 15.3%. Robust market performance during the first half was on the back of stable political and economic environment along with anticipation of net positive foreign inflows from upgrade into MSCI Emerging Market (EM) Index. However, rise in both domestic & regional political noise, and concerns over external account accentuated in the second half along with some negative one offs in key corporate earnings led to steep market decline in the latter half. Foreigners again remained net seller of US Dollar 487 million during CY17 amid concerns mainly over PKR devaluation. The main buyers during CY17 were Mutual Funds and Insurance companies with positive inflow of USD 217 million and USD 191 million, respectively.

During CY17, Engineering, Oil & Gas Exploration, Automobiles Assemblers, Food & Personal Care, Insurance, and Glass & Ceramics sectors performed better than the market while, Cement, Refinery, Pharmaceutical, Cable & Electric, and Power sectors lagged behind. Engineering sector exhibited robust performance as the sector has benefited from favorable regulatory regime (imposition of anti dumping duties), enhanced margins resulting in improved earnings and capacity additions. Oil & Gas Exploration sector also bounced back sharply during the calendar year as crude oil prices (Arab Light) continued their ascent, averaging USD53/barrel versus USD41/barrel (up around 30% YoY) and favorable change in pricing regime of a major E&P company. Automobile sector also fared better owing to stable exchange rate through most of the year keeping margins intact coupled with record high volumes. Among the laggards, Cement sector declined the most amid decline in earnings due to drop in cement prices and rise in coal prices despite record volumetric sales. Refineries remained under pressure as GRMs tapered off in the 2HCY17 and particularly after the abrupt decision of government to cease FO based generation lowering the throughput. Concern over margins due to threat of PKR devaluation resulted in de-rating of Pharma sector.

On the macro economic front, while GDP growth went up but so did the twin deficits (Fiscal & Current account). Inflation, after bottoming out in the previous year rose mildly to 4.1% during CY2017 on average, up by 33bps on a yearly basis. As a result, the central bank continued its easing monetary stance and kept the policy rate unchanged during the year. Fiscal deficit went up with revised deficit clocking in at 5.8% in FY17 compared to 4.6% in FY16 due to expenditure growth outpacing the revenue growth. The key concerning element remained the burgeoning current account deficit and its associated impact on the foreign exchange reserves, with import cover now falling to 13 weeks compared to 18 weeks at the start of year due to hefty rise in current account deficit during CY17. On the positive side, GDP growth rate is expected to continue its upward trend, helped by improving energy supplies, better law and order situation and is expected to settle at around 5.6% in the coming year.

Going forward, though we expect the continuation and even rise in domestic political rhetoric in the election year and escalation of geopolitical risk may be a cause of concern that may result in periods of volatility, the long term trajectory of the market remains sanguine, in our opinion. Improving macroeconomic outlook as the completion of CPEC projects draws near, attractive valuations especially relative to other Emerging Markets, robust corporate earnings growth, modest rise in inflation and interest rate outlook, and abundant local liquidity are likely to keep market buoyant and we expect the market to post healthy double-digit returns during CY2018.

Money Market Review

State Bank of Pakistan (SBP) continued its dovish monetary policy throughout the CY2017 with policy rate remaining unchanged. It was despite marginal uptick in average CY17 CPI inflation reading which clocked in at 4.10% vis-à-vis 3.76% in the preceding calendar year. Owing to static policy rate and significant liquidity injection by SBP, the yields on fixed income avenues remained largely flat during the year. After recording 3.97% YoY in Nov 17, monthly CPI for Dec 17 clocked in at 4.6%. Reiterating our view, we expect inflation to gather pace owing to impact of low base, rebound in global crude oil prices coupled with PKR depreciation (5% deval already seen in Dec-17 and 5-10% expected in CY18). Sovereign yields remained flat during the month with investors' preference tilted towards short tenors on the back of upside risk to inflation and interest rates. Also SBP through the open market operations managed the weighted average overnight repo rate close to the policy rate. We think interest rates have bottomed out now and due to expected rise in inflation, incessant government borrowing and rising private sector credit off-take, we expect around 100bps-150bps rise in SBP policy rate in CY18. In the above backdrop, we prefer floating corporate debt securities and shorter-term fixed income avenues considering unattractive term premium & expected increase in fixed income yields.

We have calibrated the portfolio of our money market and income funds based on our capital market expectations. We are closely monitoring the developments in the capital markets and will rebalance the portfolio accordingly.

Our Contacts

Contact our Investment Consultant for free Investment advice

Call 0800-20002 SMS NAFA INVEST to 9995 www.nafafunds.com info@nafafunds.com



December 2017

Performance %											
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	FY 2015	FY 2014				Since Launch May 15, 2009*
NAFA Government Securities Liquid Fund	5.3%	5.2%	7.6%	7.6%	5.7%	8.3%	8.1%	8.7%	6.6%	7.3%	8.7%
Benchmark**	5.2%	5.2%	5.2%	5.3%	6.0%	8.7%	8.6%	8.9%	6.0%	7.1%	8.6%

* 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

Subscription: Asset Manager Rating:

Launch Date: May 15, 2009 Fund Size: Rs. 4,126 million Open-end - Money Market Fund Type: Dealing Days: Daily - Monday to Saturday (Mon - Thr) 9:00 A.M to 5:00 P.M Dealing Time: (Friday) 9:00 A.M to 5:30 P.M (Saturday) 9:00 A.M to 1:00 P.M 2-3 business days Settlement: Pricing Mechanism: Forward Pricing Load: Front end: 0%, Back end: 0% Management Fee: 8% of Net Income (Min 0.5% p.a., Max 1.0% p.a.) 1.00% p.a. (including 0.26% government Total Expense Ratio: levies) **Risk Profile:** Exceptionally Low Fund Stability Rating: "AAA (f)" by PACRA Listing: Pakistan Stock Exchange Custodian & Trustee: Central Depository Company (CDC) Auditors: KPMG Taseer Hadi & Co. Chartered Accountants 70% 3-Month PKRV & 30% average 3-Month Benchmark:** deposit rates of three AA rated banks as selected by MUFAP Muhammad Ali Bhabha, CFA, FRM Fund Manager: Minimum Growth Unit: Rs. 10,000/-

** effective from September 01, 2016; previously 70% 3-Month T-Bills & 30% average 3-Month deposit rates (AA & above rated banks)

Income Unit: Rs. 100,000/-

AM1 by PACRA (Very High Quality)

Asset Allocation (% of Total Assets)	30-Dec-17	30-Nov-17
T-Bills	60.8%	73.3%
Placement with Banks	7.7%	8.9%
Placement with DFIs	7.7%	-
Bank Deposits	23.5%	17.2%
Others including receivables	0.3%	0.6%
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. 9,610,540/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0243/0.25%. For details investors are advised to read note 8 of the financial statements of the Scheme for the period ended September 30, 2017.

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 generate optimal return with minimum risk, to provide easy liquidity and reasonable income to its unit holders by investing primarily in short-term Government Securities.

Fund Manager Commentary

The Fund earned an annualized return of 5.3% during December 2017 versus the Benchmark return of 5.2%. The return generated by the Fund is net of management fee and all other expenses.

NGSLF's stability rating is 'AAA (f)' awarded by PACRA. NGSLF is the largest Fund in Pakistan with this rating. The rating reflects exceptionally strong credit and liquidity profile of the Fund. Average daily allocation for the last 365 days in short-term T-Bills was 80% of net assets. While at the end of the month, T-Bills comprised around 61% of the Total Assets and around 77% of Net Assets. Weighted average time to maturity of the Fund is 21 days.

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

Credit Quality of the Portfolio as of December 30, 2017 (% of Total Assets)

T-Bills (AAA rated)	60.8%
AAA	18.7%
AA+	19.8%
AA	0.1%
AA-	0.1%
A-	0.2%
Others including receivables	0.3%
Total	100.0%



December 2017

Performance %											
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017		FY 2015					Since Launch February 23, 2012*
NAFA Money Market Fund	5.4%	5.5%	6.3%	6.6%	6.3%	8.9%	8.2%	9.2%	6.7%	7.4%	7.8%
Benchmark**	5.2%	5.2%	5.2%	5.1%	4.6%	6.8%	6.9%	6.8%	5.1%	5.8%	6.1%

* 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:	February 23, 2012	'
Fund Size:	Rs. 19,304 million	/
Type:	Open-end – Money Market Fund	
Dealing Days:	Daily – Monday to Saturday	F
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M	Γ.
	(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	6
Load:***	Front End Load (Individual): without life insurance	6
	0.5%, with life insurance 3% (Nil on investment	
	above Rs. 26 million)	
	Front End Load (Other): 0.5% (Nil on investment	1
	above Rs. 16 million)	1
	Back End Load: NIL	۱.
Management Fee:	8% of Net Income (Min 0.5% p.a., Max	1
	1.0% p.a.)	9
Total Expense Ratio:	0.94% p.a. (including 0.26% government levies)	
Risk Profile:	Very Low	1
Fund Stability Rating:	"AA (f)" by PACRA	
Listing:	Pakistan Stock Exchange	۱,
Custodian & Trustee:	Central Depository Company (CDC)	4
Auditors:	Deloitte Yousuf Adil	Ι.
	Chartered Accountants	
Benchmark:**	70% 3-Month PKRV & 30% average 3-Month	
	deposit rates of three AA rated banks as selected	6
	by MUFAP	
Fund Manager:	Muhammad Ali Bhabha, CFA, FRM	H
Minimum	Growth Unit: Rs. 10,000/-	Iŀ
Subscription:	Income Unit: Rs. 100,000/-	Iŀ
Asset Manager Rating:	AM1 by PACRA (Very High Quality)	Ιł

effective from September 01, 2016; Previously 3-Month deposit rates (AA & above rated banks) effective from January 02 , 2017

Asset Allocation (% of Total Assets)	30-Dec-17	30-Nov-17
Placement with Banks	24.3%	9.0%
Placement with DFIs	14.9%	8.0%
Bank Deposits	60.0%	79.9%
Others including receivables	0.8%	3.1%
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. 17,120,955/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0089/0.09%. For details investors are advised to read note 7.1 of the financial statements of the Scheme for the period ended September 30, 2017.

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 stable income stream with preservation of capital by investing in AA and above rated banks and money market instruments.

Fund Manager Commentary

The Fund earned an annualized return of 5.4% during December 2017 versus the Benchmark return of 5.2%. Since its launch in February 2012, the Fund has outperformed its Benchmark by 1.7% p.a. by earning an annualized return of 7.8%. This outperformance is net of management fee and all other expenses.

Being a money market scheme, the Fund has very restrictive investment guidelines. The authorized investments of the Fund include T-Bills, Bank Deposits and Money Market instruments. Minimum eligible rating is AA, while the Fund is not allowed to invest in any security exceeding six months maturity. The weighted average time to maturity of the Fund cannot exceed 90 days. The Fund is rated AA(f) by PACRA which denotes a very strong capacity to maintain relative stability in returns and very low exposure to risks.

Weighted average time to maturity of the Fund is 35 days. We will rebalance the allocation of the Fund proactively based on the capital market outlook.

Credit Quality of the Portfolio as of December 30, 2017 (% of Total Assets)

-	
AAA	31.1%
AA+	66.4%
AA	1.6%
A-	0.1%
Others including receivables	0.8%
Total	100.0%



December 2017

Performance %							
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	Last 3 years*	Since Launch July 10, 2014*
NAFA Government Securities Savings Fund	4.9%	4.8%	5.7%	5.8%	6.5%	6.9%	8.2%
Benchmark**	6.0%	6.0%	6.0%	5.9%	6.2%	6.5%	6.9%

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

General Information		Investment Objective
Launch Date: Fund Size: Type:	July 10, 2014 Rs. 162 million Open-end – Income Fund	To provide competitive return from portfolio of low credit risk by investing primarily in Government Securities.
Dealing Days:	Daily – Monday to Saturday (Mon - Thr) 9:00 A.M to 5:00 P.M	Fund Manager Commentary
Dealing Time: Settlement: Pricing Mechanism Load:***	(Moh - Inf) 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 2-3 business days Forward Pricing Front End Load (Individual): without life insurance 1%, with life insurance 3% (Nil on	During the month under review, the Fund has generated an annualized return of 4.9% against the benchmark return of 6.0%. Since its launch in July 2014, the Fund provided an annualized return of 8.2% against the Benchmark return of 6.9%, hence an outperformance of 1.3% p.a. This outperformance is net of management fee and all other expenses.
Management Fee:	investment above Rs. 26 million) Front End Load (Other): 1% (Nil on investment above Rs. 16 million) Back End Load: NIL 10% of Net Income (Min 0.5% p.a., Max 1.0% p.a.)	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.
Total Expense Ratio:	1.61% p.a.(including 0.27% government levies)	As the asset allocation of the Fund shows, exposure in Government Securities
Risk Profile: Fund stability rating Listing: Custodian & Trustee: Auditors: Benchmark:** Fund Manager:	Low "AA- (f)" by PACRA Pakistan Stock Exchange Central Depository Company (CDC) KPMG Taseer Hadi & Co. Chartered Accountants 6-Month PKRV Muhammad Ali Bhabha, CFA, FRM	was around 71% of the Total Assets and 73% of Net Assets at the end of the month with average Yield to Maturity of 6% p.a. Last one year allocation in Government Securities was around 76% of net assets. The weighted average time-to-maturity of the Fund is 9 days.We will rebalance the allocation of the Fund proactively based on the capital market outlook.
Minimum Subscription: Asset Manager Rating:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/- AM1 by PACRA (Very High Quality)	Credit Quality of the Portfolio as of December 30, 2017 (% of Total Assets)

AAA

AA+

AA-A+

A-

Total

Government Securities (AAA rated)

Others including receivables

** 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)	30-Dec-17	30-Nov-17
Tbills	71.1%	72.1%
Bank Deposits	27.8%	27.0%
Others including receivables	1.1%	0.9%
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. 471,352/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0306/0.31%. For details investors are advised to read note 8 of the financial statements of the Scheme for the period ended September 30, 2017.

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

Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand investment policies and the risks involved.

71.1%

1.2% 1.7%

5.3%

19.4% 0.2%

1.1%

100.0%



December 2017

Performance %											
Performance Period	Dec 2017	FYTD 2018		FY 2017		FY 2015				Last 5 years*	Since Launch November 21, 2009*
NAFA Savings Plus Fund	5.2%	5.3%	8.0%	8.1%	6.3%	8.7%	7.9%	8.8%	7.1%	7.5%	8.6%
Benchmark**	6.2%	6.2%	6.2%	5.8%	4.7%	6.7%	7.1%	7.3%	5.5%	6.1%	6.9%

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

November 21, 2009

Open-end - Income fund

Daily - Monday to Saturday

(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

Front End Load (Individual): without life

Front End Load (Other): 0.5% (Nil on

Central Depository Company (CDC)

Muhammad Ali Bhabha, CFA, FRM

AM1 by PACRA (Very High Quality)

10% of Net Income (Min 0.5% p.a., Max

1.67% p.a. (including 0.28% government levies)

KPMG Taseer Hadi & Co. Chartered Accountants

investment above Rs. 16 million)

insurance 0.5%, with life insurance 3% (Nil on investment above Rs. 26 million)

Rs. 475 million

2-3 business days

Back End Load: NIL

"AA- (f)" by PACRA

6-Month KIBOR

Pakistan Stock Exchange

Growth Unit: Rs. 1,000/-

Income Unit: Rs. 100,000/-

1.50% p.a.)

Very Low

Forward Pricing

General Information

Launch Date:

Dealing Time:

Settlement:

Load:***

Pricing Mechanism:

Management Fee:

Risk Profile:

Listing:

Auditors:

Minimum

Subscription:

Benchmark:**

Fund Manager:

Total Expense Ratio:

Fund Stability Rating:

Custodian & Trustee:

Asset Manager Rating:

Fund Size:

Type: Dealing Days:

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

Investment Objective

To minimize risk, preserve capital and generate a reasonable return along with a high degree of liquidity from a portfolio primarily constituted of bank deposits and money market instruments.

Fund Manager Commentary

The Fund earned an annualized return of 5.2% during the month versus the Benchmark return of 6.2% p.a. Since its launch in November 2009, the Fund has generated an annualized return of 8.6% against the Benchmark return of 6.9%, hence an outperformance of 1.7% p.a. This outperformance is net of management fee and all other expenses.

The Fund is allowed to invest in Government Securities up to a maximum maturity of 3 years and also in debt securities with rating of A and above with a maximum remaining maturity of 1 year. The Fund invests 25% of its net assets in less than 90 days T-Bills or saving accounts with banks, which further enhances liquidity profile of the Fund.

The portfolio of NSPF is invested in Treasury bills, MTS and bank deposits etc. The allocation in MTS is around 11.5% of net assets. The weighted average time to maturity of the entire Fund is around 27 days. Our internal guidelines permit MTS financing in only fundamentally strong companies with lower volatility. It is pertinent to mention that in this asset class the Fund provides financing at only pre-determined rates of return with no direct exposure to the stock market.

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

** effective from September 01, 2016; Previously Average 6-Month deposit rate (A & above rated banks) *** effective from January 02, 2017							
Asset Allocation (% of Total Assets)	30-Dec-17	30-Nov-17					
T-Bills	5.1%	5.4%					
Margin Trading System (MTS)	11.1%	8.1%					
Placements with Banks	17.3%	28.0%					
Placements with DFIs	9.2%	-					
Bank Deposits	56.6%	57.6%					
Others including receivables	0.7%	0.9%					
Total	100.0%	100.0%					
Leverage	Nil	Nil					
Sindh Workers' Welfare	Sindh Workers' Welfare Fund (SWWF)						

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 1,085,200/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0238/0.25%. For details investors are advised to read note 8 of the financial statements of the Scheme for the period ended September 30, 2017.

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.					

Credit Quality of the Portfolio as of December 30, 2017 (% of Total Assets) Govt. Securities (AAA rated) 5.1% AAA 3.2% 14 1% AA+ 0.3% AA 41.7% AA-23.5%

A+ 0.3% A-11.1% MTS (Unrated) Others including receivables 0.7% 100.0% Total



December 2017

Performance %											
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Last 3 years*	Last 5 years*	Since Launch August 20, 2010*
NAFA Riba Free Savings Fund	5.1%	4.9%	5.5%	5.9%	5.5%	7.4%	7.8%	8.7%	5.8%	6.6%	7.8%
Benchmark*	2.6%	2.5%	2.6%	3.1%	4.9%	6.7%	6.7%	7.3%	4.1%	5.2%	6.1%

* 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

	General Information		
	Launch Date:	August 20, 2010	
	Fund Size:	Rs. 3,326 million	á
	Туре:	Open-end – Shariah Compliant Income Fund	0
	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	Ι.
		(Saturday) 9:00 A.M to 1:00 P.M	
	Settlement:	2-3 business days	2
	Pricing Mechanism:	Forward Pricing	0
	Load:***	Front End Load (Individual): without life	
		Takaful 0.5%, with life Takaful 3% (Nil on	
		investment above Rs. 26 million)	
		Front End Load (Other): 0.5% (Nil on	ł
		investment above Rs. 16 million)	•
		Back End Load: NIL	i
	Management Fee:	10% of Net Income (Min 0.5% p.a., Max	I
		1.25% p.a.)	0
	Total Expense Ratio:	1.12% p.a.(including 0.26% government	
		levies)	1
	Risk Profile:	Very Low	
	Fund Stability Rating:	"A(f)" by PACRA	
	Listing:	Pakistan Stock Exchange	0
	Custodian & Trustee:	Central Depository Company (CDC)	
	Auditors:	Deloitte Yousuf Adil	\
		Chartered Accountants	r
	Benchmark:**	6-month average deposit rates of three A	
		rated Islamic Banks/Islamic windows of	
		conventional banks as selected by MUFAP	C
	Fund Manager:	Muhammad Ali Bhabha CFA,FRM	
	Minimum	Growth Unit: Rs. 10,000/-	0
	Subscription:	Income Unit: Rs. 100,000/-	A
	Asset Manager Rating:	AM1 by PACRA (Very High Quality)	1 A
ŗ	effective from September 01, 2016; Previously	Average 6-month deposit rate of A- and above rated Islamic Banks	1 P

effective from September 01, 2 effective from January 02, 2017 Asset Allocation (% of Total Assets) 20 Dec 17 20 Nov 17

	30 Dec 17	30110117
GOP Ijara Sukuks	3.0%	2.7%
Commercial Paper (Islamic)	4.3%	-
Bank Deposits	92.1%	96.8%
Others including receivables	0.6%	0.5%
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. 3,057,923/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0097/0.10%. For details investors are advised to read note 8 of the financial statements of the Scheme for the period ended September 30, 2017.

Name of the Me	mbers of Invest	ment 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 preservation of capital and earn a reasonable rate of return along with a high degree of liquidity by investing in short-term Shariah compliant banks and money market / debt securities.

Fund Manager Commentary

The Fund generated an annualized return of 5.1% for the month of December 2017 versus the Benchmark return of 2.6% thus registering an outperformance of 2.5% p.a. This reported return is net of management fee and all other expenses.

The Fund aims to consistently provide better return than the profit rates offered by Islamic Banks / Islamic windows of commercial banks, while also providing easy liquidity along with a high quality credit profile. The Fund is allowed to invest in short-term Shariah compliant money market securities of up to six months maturity rated AA- or better. The Fund is not authorized to invest in corporate debt securities and Equities.

The allocation of the Fund in GOP Ijarah Sukuks is around 3.0% of net assets. Around 93% of net assets of the portfolio are invested in bank deposits which enhance the liquidity profile of the Fund. The weighted average time to maturity of the fund is 19 days.

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

Credit Quality of the Portfolio as of December 30, 2017 (% of Total Assets)

GOP Ijarah Sukuk (AAA rated)	3.0%
AAA	52.5%
AA+	0.2%
AA	0.6%
AA-	4.4%
A+	0.8%
A-	37.9%
Others including receivables	0.6%
Total	100.0%



December 2017

Performance %											
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013		Last 5 years*	Since Launch October 28, 2011*
NAFA Financial Sector Income Fund	5.1%	5.9%	8.3%	8.4%	6.4%	10.9%	7.9%	9.3%	7.6%	8.2%	8.8%
Benchmark**	6.2%	6.2%	6.2%	6.0%	5.9%	8.3%	8.9%	9.0%	6.2%	7.3%	7.9%

* 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

General information		
Launch Date: Fund Size: Type: Dealing Days:	October 28, 2011 Rs. 2,357 Million Open-end – Income Fund Daily – Monday to Saturday	To prin mo
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	Fu The
Settlement: Pricing Mechanism Load:***	2-3 business days Forward Pricing 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	201 the Ber out
Management Fee:	10% of Net Income (Min 0.5% p.a., Max 1.5% p.a.)	The (ma
Total Expense Ratio:	1.28% p.a.(including 0.29% government levies)	of i tim
Risk Profile:	Low	mo
Fund stability rating	'A+(f)' by PACRA	25%
Listing: Custodian & Trustee: Auditors:	Pakistan Stock Exchange Central Depository Company (CDC) KPMG Taseer Hadi & Co.	whi
Benchmark:** Fund Manager: Minimum Subscription: Asset Manager Rating:	Chartered Accountants 6-Month KIBOR Muhammad Ali Bhabha, CFA, FRM Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/- AM1 by PACRA (Very High Quality)	Exp ave pre tim
	. , . ,	3.47

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

Asset Allocation (% of Total Assets)	30-Dec-17	30-Nov-17					
TFCs	12.5%	18.8%					
Placement with Banks	19.1%	16.1%					
Placement with DFIs	10.1%	-					
Bank Deposits Others including receivables	57.7%	63.9%					
Others including receivables	0.6%	1.2%					
Total	100.0%	100.0%					
Leverage	Nil	Nil					
Top TFC (as at December 30, 2017) (% of Total Assets)							

Name of TFC	% of Total Assets
Jahangir Siddiqui and Company Ltd. 18-Jul-17 18-Jul-22	5.0%
JS Bank Limited 14-DEC-16 14-DEC-23	4.9%
Askari Bank Limited IV 23-Dec-11 23-Dec-21	1.8%
Jahangir Siddiqui and Company Ltd. 24-Jun-16 24-Jun-21	0.8%
Total	12.5%

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 2,834,564/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0130/0.13%. For details investors are advised to read note 9 of the financial statements of the Scheme for the period ended September 30, 2017.

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

provide income enhancement and preservation of capital by investing in ime quality Financial Sector TFCs/Sukuks, Bank deposits and short-term oney market instruments.

ind Manager Commentary

e Fund generated an annualized return of 5.1% in the month of December 17 versus the Benchmark return of 6.2%. Since its launch in October 2011, e Fund has generated an annualized return of 8.8% p.a. against the enchmark return of 7.9% p.a., hence an outperformance of 0.9% p.a. This tperformance is net of management fee and all other expenses.

e Fund is unique as it invests a minimum 70% of its assets in Financial Sector ainly banks) debt securities, instruments or deposits. Minimum entity rating issuers of debt securities is "AA-". This minimizes credit risk and at the same ne enhances liquidity of the Fund. Duration of the overall portfolio cannot be ore than one year. This minimizes interest rate or pricing risk. The Fund invests % of its net assets in less than 90 days T-Bills or saving accounts with banks, nich further enhances liquidity profile of the Fund.

posure in TFCs was around 13% of net assets at the end of the month with erage time to maturity of 4.0 years. The TFC portfolio of the Fund is edominantly floating rate linked to KIBOR. The weighted average ne-to-maturity of the Fund is 0.6 year.

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

Credit Quality of the Portfolio as of December 30, 2017 (% of Total Assets)

AAA	1.2%
AA+	17.9%
AA	2.0%
AA- A+	40.0%
A+	38.2%
A-	0.1%
Others including receivables	0.6%
Total	100.0%



December 2017

Performance %												
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Last 3 years*	Last 5 years*	Last 10 years*	Since Launch October 26, 2007*
NAFA Islamic Income Fund (Formerly; NAFA Islamic Aggressive Income Fund)	5.0%	4.9%	5.1%	5.4%	7.4%	9.2%	13.6%	6.8%	6.6%	8.6%	6.6%	6.6%
Benchmark**	2.6%	2.5%	2.9%	3.9%	4.8%	6.6%	6.5%	7.0%	4.3%	5.3%	6.0%	6.0%

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

Investment Ohio

General Information		
Launch Date:	October 26, 2007	Г
Fund Size:	Rs. 4,476 million	
Type:	Open-end – Shariah Compliant Income Fund	
Dealing Days:	Daily – Monday to Friday	
Dealing Time:	(Moń - Thr) 9:00 A.M to 5:00 P.M	
Settlement:	(Friday) 9:00 A.M to 5:30 P.M 2-3 business days	-
Pricing Mochanism:	Forward Pricing	
Pricing Mechanism: Load:***	Front End Load (Individual): without life	
Load.	Takaful 1%, with life Takaful 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:	10% of Net Income (Min 0.5% p.a.,	
0	Max 1.0% p.a.)	
Total Expense Ratio:	1.07% p.a. (including 0.26% government levies)	
Risk Profile:	Low to Medium	
Fund Stability Rating:	"A-(f)" by PACRA	
Listing:	Pakistan Stock Exchange	
Custodian & Trustee:	Central Depository Company (CDC)	
Auditors:	Deloitte Yousuf Adil	
	Chartered Accountants	
Benchmark:**	6-month average deposit rates of three A rated	
	Islamic Banks/Islamic windows of	
Fund Manager:	conventional banks as selected by MUFAP Muhammad Ali Bhabha, CFA, FRM	
Minimum	Growth Unit: Rs. 10,000/-	
Subscription:	Income Unit: Rs. 100,000/-	
Asset Manager Rating:	AM1 by PACRA (Very High Quality)	
, asset manager matring.		

* effective from March 14, 2017; Previously 1-year average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP

*** effective from January 02, 2017		
Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Sukuks	3.5%	3.4%
GOP Ijara Sukuks - Govt. Backed	8.8%	8.7%
GOP Ijara Sukuks - Govt. Backed Certificate of Musharakah (COM)	4.4%	4.3%
Bank Deposits Commercial Papers Others including receivables	79.0%	82.8%
Commercial Papers	3.2%	-
Others including receivables	1.1%	0.8%
Total	100.0%	100.0%
Leverage	Nil	Nil

Top Sukuk Holdings (as at December 29, 2017) Name of Sukuk % of Total Assets Dubai Islamic Bank - Sukuk 14-JUL-17 14-JUL-27 2.9%

K-Electric AZM Sukuk Limited - 5 Years 19-MAR-14 19-MAR-19	0.6%
Total	3.5%

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 4,685,051/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0102/0.11%. For details investors are advised to read note 7 of the financial statements of the Scheme for the period ended September 30, 2017.

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

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

Investment Objective

To earn a reasonable rate of return in a Shariah compliant manner by investing in Shariah compliant debt securities, money market instruments and bank deposits.

Fund Manager Commentary

During the month under review, the Fund posted an annualized return of 5.0% as compared to the Benchmark return of 2.6% thus registering an outperformance of 2.4% p.a. This outperformance is net of management fee and all other expenses.

The allocation in corporate Sukuks stood at around 3.5% of the net assets. Around 80% of net assets of the portfolio are allocated in bank deposits. The higher allocation in bank deposits is due to better yields as compared to other authorized alternative investment avenues.

The weighted average Yield-to-Maturity (YTM) of the Sukuk portfolio is around 5.5% p.a. and weighted average time to maturity is 3.8 years. The weighted average time to maturity of the Fund is 182 days.

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

SECP has approved the change in category of NAFA Islamic Aggressive Income Fund from Shariah Compliant Aggressive Income Fund to Shariah Compliant Income Fund w.e.f. March 14, 2017. Consequently name of NAFA Islamic Aggressive Income Fund has been changed to NAFA Islamic Income Fund from March 14, 2017.

Details of	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					
New Allied Electronics (Sukuk I)	SUKUK	110,000,000	110,000,000	-	-	-					
New Allied Electronics (Sukuk II)	SUKUK	4,905,437	4,905,437	-	-	-					
Total		114,905,437	114,905,437	-	0.0%	0.0%					

Credit Quality of the Portfolio as of December 29, 2017 (% of Total Assets)

8.8%
26.4%
4.6%
0.6%
4.2%
11.6%
42.7%
1.1%
100.0%

Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand investment policies and the risks involved. The scheme holds certain non-compliant investments. Before making any investment decision, investors should review the latest monthly Fund Manager Report and Financial Statements. The reported returns may include provisioning and reversal of provisioning against some debt securities.

NAFA Income Opportunity Fund (NIOF)



NBP Fullerton Asset Management Ud. National Bank of Pakistan

December 2017

MONTHLY REPORT (MUFAP's Recommended Format) Unit Price (30/12/2017): Rs. 10.9609

Performance %												
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Last 3 years*	Last 5 years*	Last 10 years*	Since Launch April 21, 2006 *
NAFA Income Opportunity Fund	4.8%	4.9%	5.4%	6.3%	7.5%	13.2%	16.6%	10.3%	7.5%	10.6%	7.7%	8.1%
Benchmark	6.2%	6.2%	6.2%	6.1%	6.5%	9.0%	9.8%	9.9%	6.6%	7.9%	10.2%	10.2%

* 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

April 21, 2006 Rs. 8,256 million Open-end – Income Fund Daily – Monday to Saturday (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 2-3 business days Forward Pricing 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 1.00% per annum (Effective from May 2, 2017) 1.65% p.a.(including 0.33% government levies) Launch Date: Fund Size: Type: Dealing Days: Dealing Time: Settlement: Pricing Mechanism: Load:** Management Fee: Total Expense Ratio: 1.65% p.a. (including 0.33% governm levies) Low "A(f)" by PACRA Pakistan Stock Exchange Central Depository Company (CDC) Deloitte Yousuf Adil Chartered Accountants 6-Month KIBOR Muhammad Ali Bhabha, CFA, FRM Growth Unit: Rs. 10,000/-Income Unit: Rs. 100,000/-AM1 by PACRA (Very High Quality) Risk Profile: Fund Stability Rating: Listing: Custodian & Trustee: Auditors: Benchmark: Fund Manager: Minimum Subscription: Asset Manager Rating: effective from January 02, 201

30-Nov-17 30-Dec-17 Asset Allocation (% of Total Assets) TFCs / Sukuks T-Bills PIBs Placements with Banks Placements with DFIs RFS 19.0% 2.4% 17 2 1 .7%).6%).1% 1.6% 0.2% 14 26.6% RFS MTS Equity Bank Deposits <u>Others including receivables</u> 0 0.3% 49.6% .50 5 Total

Top TFC/Sukuk Holdings (as at December 30, 2017)

Name of TFCs / Sukuks	% of Total Assets
Dawood Hercules Corp Ltd 16-NOV-17 16-NOV-22	5.8%
JS Bank Limited 14-DEC-16 14-DEC-23	3.6%
HBL TFC 19-FEB-16 19-FEB-26	2.4%
BANK ALFALAH LTD - V - REVISED 20-FEB-13 20-FEB-21	2.0%
Jahangir Siddiqui and Company Ltd. 18-Jul-17 18-Jul-22	1.4%
JS Bank Limited 26-DEC-17 26-DEC-24	1.2%
Silk Bank Limited 10-AUG-17 10-AUG-25	1.1%
Jahangir Siddiqui and Company Ltd. 24-Jun-16 24-Jun-21	1.1%
Jahangir Siddiqui and Company Ltd. 08-APR-14 08-APR-19	0.4%
Total	19.0%

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 15,131,501/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0201/0.19%. For details investors are advised to read note 9 of the financial statements of the Scheme for the period ended September 30, 2017

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

Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand investment policies and the risks involved. The scheme holds certain non-compliant investments. Before making any investment decision, investors should review the latest monthly Fund Manager Report and Financial Statements. The reported returns may include provisioning and reversal of provisioning against some debt securities.

Investment Objective

To seek maximum possible preservation of capital and a reasonable rate of return via investing primarily in money market & debt securities having good credit rating and liquidity.

Fund Manager Commentary

The Fund posted an annualized return of 4.8% in December 2017 as compared to the Benchmark return of 6.2%. The reported return is net of management fee and all other expenses.

The weighted average time to maturity of the Fund is around 0.9 year. The Fund's sector allocation is fairly diversified with exposure to Fertilizer, Banking and Financial Services sectors. TFC portfolio of the Fund is predominantly floating rate linked to KIBOR. 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.

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 I - Revised II 29-NOV-07 29-NOV-19	TFC	149,860,200	149,860,200	-	-	-				
AgriTech Limited V 01-JUL-11 01-JAN-18	TFC	32,320,000	32,320,000	-	-	-				
Azgard Nine Limited III (PP) - Revised 04-DEC-07 04-DEC-18	TFC	108,376,850	108,376,850	-	-	-				
Azgard Nine Limited V (PPTFC Markup) 31-MAR-12 31-MAR-19	TFC	82,180,000	82,180,000	-	-	-				
BRR Guardian Modaraba - Sukuk Revised II 07-JUL-08 07-APR-19	Sukuk	10,296,248	10,296,248	-		-				
Dewan Cement Limited (Pre-IPO) 17-JAN-08 17-JAN-18	TFC	150,000,000	150,000,000	-		-				
Eden House Limited - Sukuk Revised 29-MAR-08 29-SEP-19	Sukuk	9,056,250	9,056,250	-	-	-				
New Allied Electronics Limited (PP) 15-MAY-07 15-NOV-18	TFC	31,706,536	31,706,536	-	-	-				
New Allied Electronics Limited II - Sukuk 03-DEC-07 03-DEC-18	Sukuk	44,148,934	44,148,934	-	-	-				
PACE Pakistan Limited - Revised 15-FEB-08 15-FEB-19	TFC	149,820,000	149,820,000	-	-	-				
Saudi Pak Leasing Company Limited - Revised II 13-MAR-08 13-MAR-19	TFC	41,321,115	41,321,115	-	-	-				
Worldcall Telecom Limited - Revised 07-OCT-08 07-OCT-21	TFC	88,455,825	88,455,825	-	-	-				
Azgard Nine Limited (Non-Voting Ordinary Shares)	Equity	12,854	12,854	-	-	-				
Agritech Limited Shares	Equity	141,403,150	121,727,912	19,675,238	0.2%	0.2%				
Total		1,038,957,962	1,019,282,724	19,675,238	0.2%	0.2%				

Credit Quality of the Portfolio as of December 30, 2017 (% of Total Assets)

T-Bills (AAA rated)	2.4%
AAA	0.7%
AA+	15.8%
AA	8.1%
AA-	28.7%
A+	20.2%
A	6.1%
A-	15.2%
RFS (Un-rated)	0.1%
MTS (Un-rated)	1.6%
Equity (Un-rated)	0.2%
Others including receivables	0.9%
Total	100.0%



December 2017

Performance %												
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Last 3 years*		Since Launch March 28, 2008*	
NAFA Income Fund	4.6%	5.3%	5.7%	6.5%	6.9%	13.7%	2.3%	6.9%	7.4%	7.2%	4.2%	
Benchmark	6.2%	6.2%	6.2%	6.1%	6.5%	9.0%	9.8%	9.9%	6.6%	7.9%	10.0%	

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

> March 28, 2008 Rs. 925 million

Open-end – Income Fund Daily – Monday to Friday (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M

(Friday) 9:00 A.M to 5:30 F.M 2-3 business days Forward Pricing 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 NII

Back End Load: NIL 10% of Net Income (Min 0.5% p.a., Max 1.0% p.a.) 1.41% p.a.(including 0.27% government lovice)

I.4 (7) P.A.(Including 0.27% gov Lewies) Pakistan Stock Exchange MCB Financial Services Limited Deloitte Yousuf Adil Chartered Accountants

6-Month KIBOR Muhammad Ali Bhabha, CFA, FRM Growth Unit: Rs. 10,000/-Income Unit: Rs. 100,000/-AM1 by PACRA (Very High Quality)

Chartered Accountants 6-Month KIBOR

General Information

Launch Date: Fund Size:

Type: Dealing Days: Dealing Time:

Management Fee:

Total Expense Ratio:

Risk Profile: Fund Stability Rating Listing: Custodian & Trustee:

Subscription: Asset Manager Rating:

Auditors:

Benchmark:

Minimum

Fund Manager:

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

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 4.6% during December 2017 versus the Benchmark return of 6.2%. The reported return is net of management fee and all other expenses.

As the allocation of the Fund shows, exposure in TFCs and Sukuks stands at 11.7% 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 0.5 year. Potential recovery in fully provided TFCs (Face Value of around Rs. 309 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.

** effective from January 02, 2017	,	0 . ,		
Asset Allocation (% of Total Assets)	29-Dec-1	7 30-Nov-1 7		
TFCs / Sukuks	11.6%	14.0%		
T-Bills	3.2%	3.4%		
MTS	9.8%	2.5%		
Placement with DFIs	9.1%	-		
Placement with Banks	9.1%	20.5%		
Bank Deposits	56.1%	57.5%		
Others including receivables	1.1%	2.1%		
Total	100.0%	100.0%		
Leverage	Nil	Nil		
Top TFC (as at Decemb	er 29, 201	7)		
Name of TFC / Sukuk		% of Total Assets		
Askari Commercial Bank Limited 30-SEP-14 30)-SEP-24	4.0%		
Jahangir Siddiqui and Company Ltd. 24-Jun-16	24-Jun-21	3.8%		
Jahangir Siddiqui and Company Ltd. 18-Jul-17	18-Jul-22	2.5%		
Jahangir Siddiqui and Company Ltd. 08-APR-14	4 08-APR-19	1.3%		
Total		11.6%		
Sindh Workers' Welfare	Fund (SW	/WF)		
The scheme has maintained provisions again: liability to the tune of Rs. 2,302,988/ If the s				

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 2,302,988/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0249/0.26%. For details investors are advised to read note 7 of the financial statements of the Scheme for the period ended September 30, 2017.

Name of the Members of Investment Committee
Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Hassan Raza, CFA
: 1) The calculation of performance does not include cost of front end load.

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	ed V TFC 2		22,180,000	-	-	-					
Eden House Limited	SUKUK	19,687,500	19,687,500	-	-	-					
New Allied Electronics Limited	SUKUK	49,054,371	49,054,371	-	-	-					
Saudi Pak Leasing Company Ltd	TFC	41,321,115	41,321,115	-	÷	-					
Worldcall Telecom Limited	TFC	26,881,190	26,881,190	-	-	-					
Total		308,999,976	308,999,976	-	-	-					

Credit Quality of the Portfolio as of December 29, 2017 (% of Total Assets)

Govt. Securities (AAA rated)	3.2%
AAA	0.3%
AA+	28.3%
AA-	45.5%
A+	11.8%
MTS (Unrated)	9.8%
Others including receivables	1.1%
Total	100.0%

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Asset Management Ud. *Solviday of National Bank of Pakistan

MONTHLY REPORT (MUFAP's Recommended Format) Unit Price (29/12/2017): Rs. 15.3555

December 2017

				Unit Price (29/12/2	2017):	KS. 15.	.3333				cccm	5012017
Performanc	e %												
Performance Pe	riod	Dec 2017	FYTD 2018	Rolling 12 Months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Last 3 Years*	Last 5 Years*		ce Launch st 20, 2010 ³
NAFA Asset Allo	cation Fun	d 0.6%	(9.6%)	(6.0%)	29.9%	7.6%	24.6%	13.7%	32.0%	12.0%	16.4%		17.2%
Benchmark**		0.8%	(6.9%)	(7.3%)	14.2%	6.2%	9.6%	15.3%	17.1%	5.8%	9.1%		10.1%
* Annualized Retu All Other returns al			The perfo	rmance report	ted is net	of mana	igement f	ee & all	other exp	enses and	based on c	lividend	reinvestment
General Inform			gross or w	ith-holdin'g tav	k where a		tment (Ohiecti	ve				
Launch Date: Fund Size: Type:	Au Rs	igust 20, 2 . 3,082 mi pen-end – aily – Mon	Asset Allo	cation Fund		To ger	nerate inc	ome by	investing				curities and t lated securitie
Déaling Days: Dealing Time:	(N (Fr	lon - Thr) 9 iday) 9:00	9:00 A.M to A.M to 5:0	ay 5 4:30 P.M 50 P.M		Fund	Manag	er's Co	omment	ary			
Settlement: Pricing Mechanism: Load:***	Fo Fro Inv Fro ab Ba	vestment al ont End Loa ove Rs. 50 .ck End Loa	ting ad (Individu bove Rs. 10 ad (Other): million) ad: NIL	ual):3% (Nil on 11 million) 3% (Nil on inv		price thus a 20, 20	(NAV) in n underp)10 the F	creased erformar [:] und has	by 0.6% v nce of 0.2 posted 1	whereas th % was rec 7.2% p.a	e Benchma orded. Sind return, ve	ark incre ce incep rsus 10.	l's (NAAF) ur eased by 0.8% tion on Augu 1% p.a by th
Management Fee: Total Expense Ratio Selling & Marketing Risk Profile:	(%) 3. lev Expenses 0.4 M	vies) 4% per an oderate	ncluding 0 num	.37% governn	nent	p.a. Tł	nis outper	formanc	e is net of	f managen	nent fee and	d all oth	stands at 7.1° er expenses. 5% in equitie
Listing: Custodian & Trustee Auditors: Benchmark:**	Cł Da	artered Ad	countants	of KSE-30 Tota	l Return	which under in sele	increase performe ect Comm	ed to are d the Ben nercial Ba	ound 57° nchmark anks, Ferti	% towards in Decem lizer, and (s the end ber as the I Oil & Gas I	of the Fund wa Explorat	month. NAA as underweig ion Companie
Fund Manager: Minimum Subscription: Asset Manager Ratir	ac Ta Gi Ing	tual alloca ha Khan Ja owth Unit come Unit	ation. aved, CFA t: Rs. 10,00 t: Rs. 100,0	vR based on Fu 10/- 100/- High Quality)	und's	Gas E sector alloca	xploratio s stocks tion was	n Comp which u increase	anies, Cł nderperfo d in Fertil	nemical, E rmed the izer and Te	ingineering market. [extile Comp	, and F During t posite se	in select Oil Paper & Boar he month, th ectors, wherea Generation
effective from September 01 KIBOR; 1/3 of KSE 30 Index * effective from January 02, 2	017										rketing Co		
Asset Allocatio	n (% of Total	Assets)	29-De		lov-17 55.7%		Relat	ive Perfoi		NAFA Asset Last Three	Allocation Years	Fund (NA	AF) Cum. Return
Cash Bank Placements T-Bills			8	.9% .9%	55.7% 20.6% 9.5% 12.5% 1.7%	70.0%		ed Return	NAAF 4 12.0%	Benchmark 5.8%	Peers Avg 4.0%	Α	
Others including recei Total Leverage	vables		1 100	.3% 1. 0% 1 Nil	<u>1.7%</u> 00.0% Nil	50.0%	Risk (Std	. Deviation)	10.8%	8.6%	12.5%	1 h	
	racteristics	of Equit									5 444	4	NAAF 40.3%
	PER		PB		DY	30.0%					V June	A	
NAAF KSE-30	8.8		1.9		8% 1%					and and	J.	n v	Benchma 18.4% Peers Av
**** Based on NAFA's	0.00		1.5	0.	1 70	10.0%			mwc'	-	•		Peers Av 13.9%
Top Five Sectors	(% of Tota	Assets)	(as on 29	December, 2	2017)					, , , , , , , , , , , , , , , , , , , ,	,	,	1
Dil & Gas Exploratio	n Companies			11.7		-10.0% └── ₹	r-15	3-15	-15	r-16 3-16	c-16	-17	7-17
Commercial Banks Cement				9.3%		31-Dec-	30-Apr-15	31-Aug-15	31-Dec-15	30-Apr-16 31-Aug-16	31-Dec-16	30-Apr-17	31-Aug-17 29-Dec-17
ertilizer				5.9%	%								
<u>extile Composite</u> Dthers				5.7%			Top]	en Ho	ldings (a	as <u>on 29</u>	Decemb	oer <u>, 20</u>	17)
Name of th	e Member	of Invo	stmont (/0		Name		0、			Class	% of Total
Name of th		ad Wahee		Sommittee				1.171					Assets
	Sajja	d Anwar, (CÉA				an Oilfiel Corporat					uity uity	3.9%
	Tahấ K	han Javed	, CFA						ny I td			uity uity	3.3%
	Hass / Muhammad	an Raza, Ó Ali Bhabha		Л		Mari Petroleum Company Ltd Pak Petroleum Ltd					uity	2.9%	
	Workers'						Gas Dev					uity	2.1%
					Eund's		t Mills Lto					uity	2.1%
The Scheme has ma liability to the tune Per unit/return of th details, investors are	of Rs. 18,468,	474/- if th	e same we	re not made th	ne NAV	Engro	Fertilizer	Ltd			Eq	uity	2.1%
Per unit/return of the	e Scheme v	ould be h ad the not	ngher by I	ks. 0.092/0.56 Financial Stat	o%. For	United	d Bank Lt	d				uity	1.9%
of the Scheme for th	e period ende	ed Septemb	per 30, 201	7.			Tractors I					uity	1.8%
otes: 1) The calculation	of performance d	oes not inclu	ide cost of fro	ont end load.			Bank Lto	1			Eq	uity	1.7%
Taxes apply Further tax					nco 2001	Total			-				24 5%

2) Taxes apply. Further, tax credit also available as per section 62 of the Income Tax Ordinance, 2001. **Total**

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24.5%

NAFA Islamic Asset Allocation Fund (NIAAF)



NBP Fullerton Asset Management Ltd. National Bank of Pakistan

MONTHLY REPORT (MUFAP's Recommended Format) Unit Price (29/12/2017): Rs. 15.3584

December 2017

Performance %												
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Last 3 Years*		Last 10 Years*	Since Launch October 26, 2007*
NAFA Islamic Asset Allocation Fund	0.3%	(9.6%)	(8.8%)	20.3%	13.1%	33.8%	22.2%	36.3%	12.7%	19.3%	15.2%	14.6%
Benchmark**	0.7%	(6.6%)	(8.3%)	11.9%	9.2%	12.1%	17.7%	28.9%	6.8%	11.4%	10.4%	10.1%
* Annualized Return All Other returns are Cumulative			he performa investment o						l other ex	apenses a	and base	ed on dividend

Il Other returns are Cumulative tote:** Effective from September 01, 2016; Previously average of (i) average 3-month Islamic banks deposit rate (ii) 6-month KIBOR or its Shariah Compliant equivalent (iii) KMI 30 Index * KSE-30 is used as equity component for the Benchmark before June 30, 2008, the launch date of KMI-30 Index. The fund category was changed to Islamic Asset Allocation from Islamic Balanced with effect from April 22, 2014. Consequently, allowed equity range is now 0% to 90% which previously was 30% to 70%. Previous benchmark was 50% KMI-30 Index & 50% Islamic Bank Deposit.

General Information

NIA

KΜ

Launch Date: Fund Size: Fund Size: (Excluding investment	October 26, 2007 Rs. 12,547 million
by fund of funds) Type: Dealing Days:	Rs. 12,516 million Open-end-Shariah Compliant-Asset Allocation Fund Daily – Monday to Friday (Mon-Thr) 9:00 A.M to 4:30 P.M
Dealing Time:	(Mon-Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M
Settlement: Pricing Mechanism: Load:***	2-3 búsiness days Forward Pricing Front End Load (Individual): 3%, (Nil on investment
	above Rs. 101 million) Front End Load (Other): 3% (Nil on investment above Rs. 50 million)
Management Fee: Total Expense Ratio (%)	Back End Load: NIL 2% per annum 3.05% p.a (including 0.37% government levies)
Selling & Marketing Expenses Risk Profile:	0.4% per annum Moderate
Listing: Custodian & Trustee: Auditors:	Pakistan Stock Exchange Central Depository Company (CDC) Deloitte Yousuf Adil Chartered Accountants
Benchmark:**	Daily weighted return of KMI-30 Index & 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP, based on Fund's actual allocation.
Fund Manager: Minimum Subscription: Asset Manager Rating:	Taha Khan Javed, CFA Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/- AM1 by PACRA (Very High Quality)
*** effective from January 02, 2017	

enecuve noni january 02, 2017		
Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Equities / Stocks	57.6%	54.6%
Cash	41.4%	44.3%
Others including receivables	1.0%	1.1%
Total	100.0%	100.0%
Leverage	Nil	Nil
Note: Amount invested by fund of funds is Rs 31 million.		

Characteristics of Equity Portfolio****

	PER	PBV	DY
\AF	9.4	2.2	4.8%
I - 30	9.8	2.6	4.7%
Based on NAF/	A's estimates		

Top Five Sectors (% of Total Assets) (as on 29 December, 2017) Oil & Gas Exploration Companies 16.1% Cement 7.9%6.6% Fertilizer Textile Composite 4.8% Oil & Gas Marketing Companies 4.8% 17.4% Others

Name of the Members of Investment Committee

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

Sindh Workers' Welfare Fund (SWWF)

The Scheme has maintained provisions against worker's welfare Fund's liability to the tune of Rs. 60,862,273.40/- if the same were not made the NAV Per unit/return of the Scheme would be higher by Re. 0.0745/0.44%. For details investors are advised to read the note 7 of the Financial Statements of the Scheme for the period ended September 30, 2017.

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

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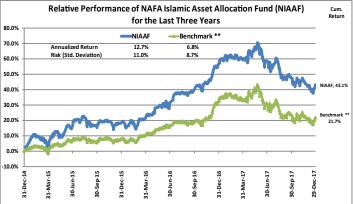
Investment Objective

To generate capital appreciation by investing in Shariah Compliant equity and equity related securities and income by investing in Shariah Compliant bank deposits, debt & money market securities.

Fund Manager's Commentary

During the month under review, unit price (NAV) of NAFA Islamic Asset Allocation Fund increased by 0.3%, whereas the Benchmark increased by 0.7%, thus an underperformance of 0.4% was recorded. Since inception your Fund has posted 14.6% p.a return, versus 10.1% p.a by the Benchmark. Thus, to-date the outperformance of your Fund stands at 4.5% p.a. This outperformance is net of management fee and all other expenses.

NIAAF started off the month with an allocation of around 55% in equities, which increased to around 58% towards the end of the month. NIAAF underperformed the Benchmark in December as the Fund was underweight in select Fertilizer sector stocks which outperformed the market and overweight in select Automobile Assembler, Oil & Gas Marketing Companies, and Engineering sectors stocks which underperformed the market. During the month, the allocation was slightly increased in Oil & Gas Exploration Companies, Engineering, Textile Composite, and Fertilizer sectors, whereas it was reduced primarily in Cement and Oil & Gas Marketing Companies sector.



Top Ten Holdings (as on 29 December, 2017)										
Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets					
Pakistan Oilfields Ltd	Equity	4.4%	Nishat Mills Ltd	Equity	3.1%					
Oil & Gas Dev Co Ltd	Equity	4.3%	Hub Power Company Ltd	Equity	2.6%					
Pak Petroleum Ltd	Equity	4.0%	Engro Fertilizer Ltd	Equity	2.4%					
Engro Corporation Ltd	Equity	4.0%	Lucky Cement Ltd	Equity	2.3%					
Mari Petroleum Company Ltd	Equity	3.4%	Pakistan State Oil Co. Ltd	Equity	2.0%					

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
Eden Housing (Sukuk II)	SUKUK	4,921,875	4,921,875	-	-	
Total		4,921,875	4,921,875	-	-	



December 2017

Performance %	Dec		Dolling	EV	FY	EV	EV	- F	Y	Lact 3	Last E	Last 10	Since	Launch
Performance Period	Dec 2017	FYTD 2018	Rolling 12 Months	FY 2017	РҮ 2016	FY 2015	FY 2014		ү 13	Last 3 Years*	Last 5 Years*	Last 10 Years*	January	
NAFA Multi Asset Fund	0.5%	(8.5%)	(5.6%)	28.4%	8.7%	26.8%	25.49	634.	1%	12.4%	19.5%	12.4%	15.	.1%
3enchmark**	0.7%	(6.8%)	(7.6%)	14.1%	7.1%	11.0%	19.69	622.	4%	6.4%	10.9%	7.8%	8.	7%
* Annualized Return All Other returns are Cumulativ	'e		The perfo reinvestme	rmance re ent gross o	eported of with-	' is net of holding t	manag ax whe	ement re app	fee 8 ficab	k all oth le.	er expens	ses and b	ased on c	lividen
General Information						stment								
Launch Date: Fund Size: Type: Dealing Days: Dealing Time:	Open-ei	19, 2007 9 million nd – Balanc Monday to nr) 9:00 A.N	ed Fund Friday 1 to 4:30 P.M 5 5:00 P.M		To pro aims variety	ovide inve to achieve y of asset o	estors v e attrac classes	vith a tive re such a	eturns s stoc	at moo ks, bon	of capita derate leve ds, money	els of ris	k by inve	sting in
Settlement: Pricing Mechanism: Load:***	2-3 busi Forward Front En investme Front En investme Back En	ness days Pricing d Load (Inc ent above R d Load (Ot ent above R d Load: NII	5:00 P.M lividual): 3%, (ls. 101 million) her): 3% (Nil or ls. 50 million)	Nil on 1	Durin (NAV) Fund 19, 2 Bench	increase underper 007 your mark. Th	onth un d by 0. formec Fund uus, to-	der re 5% w I the I has p date t	view, hile t Bench osted he ou	NAFA he Benc imark b 15.1% itperfori	Multi Ass hmark in y 0.2%. S p.a retur mance of	creased I Since inc rn, versu your Fu	by 0.7%. ⁻ ception or s 8.7% p nd stands	Thus yo n Janua .a by ti s at 6.4
Management Fee: Total Expense Ratio (%) Risk Profile: Listing: Custodian & Trustee: Auditors: Benchmark:** Fund Manager: Minimum Subscription: Asset Manager Rating: * effective from September 01, 2016; Previousl	levies) Moderati Pakistan Central KPMG T Chartere Daily we Index & actual a Taha Kh Growth Income AM1 by	o.a. (includii se Stock Exch Depository aseer Hadi ed Accounta eighted retu 6-month K Ilocation. an Javed, C Unit: Rs. 10 PACRA (Ve	rn of KSE-30 Tot IBOR based on FA 0,000/- 00,000/- ery High Qualit	C) tal Return Fund's y)	p.a. T NMF which the Be Power Comp outpe and C Durin Comp	his outper started o was ma enchmark r Genera anies, a rformed t Commerc g the mo posite and gineering,	rformation off the intaine into Dec ation ind Tec he mar ial bar nth, the l Comr	nce is month d towa cembe & Dis chnolo ket an ks se alloc nercia	net o with ards t r as t stribu gy d ove ctors cation l Ban	f manag n an all he end he Func tion Co & Com rweight stocks was in ks secto	ement fee ocation c of the mo l was und ompanies imunicati i n select which ur creased p prs, where stribution	e and all of around onth. NM erweight , Oil & on secto Cement, nderperfo rimarily as it was	other exp d 57% in IF underp in select & Gas M ors stock Textile Co ormed the in Fertiliz reduced	equitio erform Fertiliz Marketi as whi omposi e mark er, Text primar
January 01, 2014, KSE-30 Total Return Index ** effective from January 02, 2017 Asset Allocation (% of Tota		29-Deo		Nov-17	100.0%		Relativ	e Perfoi		e of NAFA e Last Thi	Multi Asse ree Years	t Fund (NN	•	Cum. Return
Equities / Stocks TFCs / Sukuks Cash Placement with Banks T-Bills Others including receivables Total Leverage		57.4 7.2 25.7 9.0 .7 	% 7 % 16 % 8 % 8	.0% .4% .6% .5% .9% . 0% Nil	80.0% 60.0% 40.0%	Annualize Risk (Std.			NMF — 12.4% 10.5%	Benchmark 6.4% 9.4%	6.0% 13.8%		M	NMF, 41.9%
Characteristic	s of Equ	uity Port	olio****		20.0%									enchmark, 20. 'eer Avg., 19.4'
PER NMF 9.0 KSE-30 9.0		PBV 1.8 1.9	D' 4.7 6.1	%	0.0%							· · ·		
****Based on NAFA's estimates Top Five Sectors (% of Tota	al Assats		L		-20.0%	31-Mar-15 30-Jun-15	30-Sep-15	31-Dec-15	31-Mar-16	30-Jun-16	31-Dec-16	81-Mar-17 30-Jun-17	30-Sep-17 29-Dec-17	
Dil & Gas Exploration Companie Commercial Banks) (as on 2.	12.0 10.0	1%				m		~ ~ ~	⁶ m	ю Ю		
Textile Composite Cement			6.2° 5.7°	%		Тор	Ten H	oldir	ngs (as on	29 Dec	ember,	2017)	
ertilizer Dthers			4.5° 19.0			Name		Asset Class		Total sets	Na	me	Asset Class	% of Tot Assets
Name of the Memb			t Committe	e	<u> </u>	Siddiqui and Oilfields Ltd	Co Ltd	TFC Equity			shat Mills Lto k Petroleum I		Equity Equity	2.6%
Dr. Amja Sajjad	Anwar, C	CÉA				roleum Com	. /	Equity	_		CB Bank Ltd		Equity	2.1%
Hassa	ian Javéd, in Raza, C	CFA				orporation Lte as Dev.Co	3	Equity Equity			nited Bank Lte riq Glass Ltd	d	Equity Equity	2.1% 1.8%
Muhammad A Sindh Workers'						D	etails	of N	lon-	Comp	liant Inv	vestme	nts	1
The Scheme has maintained prov liability to the tune of Rs 12,212 Per unit/return of the Scheme	/isions ag 2.908/- if	ainst Sindh the same w	worker's welfar	he NAV		rticulars	Type Investr	ient be Pro	ue of tments fore vision	Provision held	Value Investm after Prov	ents [%]	Assets	% of Gross Assets
details investors are advised to re	ead the no	ote 7 of the	Financial Stater	nents of	Saudi Pak L Eden Hous	easing ing (Sukuk II)	TFC SUKI		647,410 843,750	27,547,41 9,843,75			-	-
the Scheme for the period ended otes: 1) The calculation of performance Taxes apply. Further, tax credit also availa	does not in	clude cost of	front end load.	ance 2001		Electronics (Suk	uk I) SUKI	JK 10,0	000,000 391,160	10,000,00 47,391,16	0 -		-	-
isclaimer: This publication is for info vestments in mutual funds are subje vestment policies and the risks involv	ormational ect to mari	purposes on ket risks. Pas	ly and nothing he t performance is	erein shou not neces	ld be co sarily in	dicative of	future	tation, results.	recon Please	nmendat e read th	ion or an o e Offering	Docume	nts to und	erstand

Fund Manager Report and Financial statements. The reported return may include provisions and reversal of provisions against some debt securities.

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January 9, 2015

Rs. 6,450 million

Rs. 6,441 million

2-3 business days

Back End Load: NIL

Pakistan Stock Exchange

A. F. Ferguson & Ćo.

Sajjad Anwar, CFA Growth Unit: Rs. 10,000/-

Chartered Accountants

Income Unit: Rs. 100,000/-

2% per annum

0.4% per annum

KMI-30 Index

levies)

High

Forward Pricing

Daily – Monday to Friday

(Mon-Thr) 9:00 A.M to 4:30 P.M

(Friday) 9:00 A.M to 5:00 P.M

Open-end-Shariah Compliant-Equity Fund

Front End Load (Individual):3% (Nil on investment above Rs. 101 million)

3.20% p.a.(including 0.37% government

Front End Load (Other): 3% (Nil on

Central Depository Company (CDC)

AM1 by PACRA (Very High Quality)

29-Dec-17

88.0%

10.4%

1.6%

100.0%

30-Nov-17

84.1%

14.1%

1.8%

Nil

100.0%

investment above Rs. 50 million)



MONTHLY REPORT (MUFAP's Recommended Format) Unit Price (29/12/2017): Rs. 11.1650

December 2017

Performance						
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	Since Launch* January 09, 2015
NAFA Islamic Stock Fund	0.6%	(14.6%)	(13.2%)	32.5%	12.9%	12.6%
Benchmark	0.8%	(12.7%)	(16.1%)	18.8%	15.5%	9.5%
* Annualized Return All Other returns are Cumulative			reported is net of mai s of with-holding tax w			enses and based on dividend

General Information

investment by fund of funds)

Launch Date:

Dealing Days:

Dealing Time:

Pricing Mechanism

Management Fee:

Risk Profile

Listing:

Auditors:

Benchmark:

Subscription: Asset Manager Rating:

Minimum

Total

Fund Manager:

Total Expense Ratio (%)

Custodian & Trustee:

* effective from lanuary 02, 20

Equities / Stocks

Cash Equivalents

Others including receivables

Asset Allocation (% of Total Assets)

Selling & Marketing Expenses

Settlement:

Load:**

Fund Size: (Excluding

Fund Size:

Type:

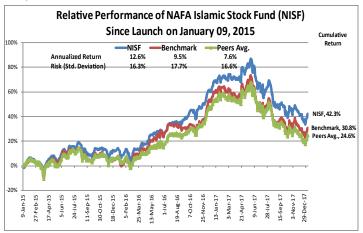
Investment Objective

The objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio of Shariah Compliant listed equities.

Fund Manager's Commentary

During the month under review, NAFA Islamic Stock Fund's (NISF) unit price (NAV) increased by 0.6%, whereas the Benchmark increased by 0.8%, thus an underperformance of 0.2% was recorded. Since inception on January 9, 2015 your Fund has posted 12.6% p.a return, versus 9.5% p.a by the Benchmark. Thus, to-date the outperformance of your Fund stands at 3.1% p.a. This outperformance is net of management fee and all other expenses.

NISF started off the month with an allocation of around 84% in equities, which increased to around 88% towards the end of the month. NISF underperformed the Benchmark in December as the Fund was underweight in equity which recovered during the month. During the month, the allocation was increased primarily in Textile Composite, Oil & Gas Exploration Companies, Power Generation & Distribution Companies, and Fertilizer sectors, whereas it was reduced primarily in Refinery, Oil & Gas Marketing Companies, and Pharmaceuticals sectors.



Lev	erage	Nil
ote:	Amount invested by fund of funds is Rs 9 million.	
	Characteristics of Equity I	Portfolio***

	PER	PBV	DY							
NISF	9.3	2.0	4.6%							
KMI-30	9.8	2.6	4.7%							
***Based on NAFA's estimates										
T F C										

IOP FIVE Sectors (% of lotal Assets) (as on 29 D	ecember, 2017)	E
Oil & Gas Exploration Companies	23.1%	P
Cement	12.6%	P
Fertilizer	11.2%	L
Textile Composite	6.7%	
Oil & Gas Marketing Companies	6.3%	
Others	28.1%	

Sindh Workers' Welfare Fund (SWWF)

The Scheme has maintained provisions against Sindh worker's welfare Fund's liability to the tune of Rs. 44,440,040/- if the same were not made the NAV Per unit/return of the Scheme would be higher by Rs. 0.0769/0.60% age For details investors are advised to read the Note 8 of the Financial Statements of the Scheme for the period ended September 30, 2017 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

Top Ten Holdings (as on 29 December, 2017) % of Total % of Total Asset Asset Name Name Assets Class Class Assets Pak Petroleum Ltd Equity Engro Fertilizer Ltd 4.3% 6.7% Equity Mari Petroleum Company Ltd Oil & Gas Dev Co Ltd Equity 6.5% 4.0% Equity Equity 6.4% Hub Power Company Ltd 3.2% Engro Corporation Ltd Equity Pakistan Oilfields Ltd Equity 5.9% Cherat Cement Company Ltd Equity 3.0% Nishat Mills Ltd Equity 4.5% D G Khan Cement Co Ltd Equity 2.7%

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA Sajjad Anwar, CFA Taha Khan Javed, CFA Hassan Raza, CFA

Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand the investment policies and the risks involved.

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December 2017

			Ur	nit Price	e (29/12	/2017):	: Rs. 14.	.0544			Ľ)ece	mber	2017
Performance %														
Performance Period	Dec 2017	FYTD 2018	Rolling 12 Months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	1	Last 5 Years*	Last 10 Years*			aunch 9, 2007*
NAFA Stock Fund	1.3%	(13.3%)	(12.5%)	33.7%	11.4%	36.9%	36.3%	55.0%	13.7%	24.7%	12.3%		16.2	%
Benchmark**	0.8%	(13.7%)	(17.2%)	1				36.0%	1				6.19	
* Annualized Return All Other returns are Cu	ımulative	,	-	The perf reinvestn **From la	formance nent gross nuarv 01	reported of with- 2014, K	' is net of I holding ta 'SF-30 Toi	manageme ax where a tal Return	ent fee & applicabl Index	all other le.	expenses a	and ba:	sed on	dividend
General Informati	on			, rom ju	indary ery	1		Objectiv						
Launch Date: Fund Size: Type: Dealing Days:	R			,		portfo	lio investe		ly in liste	d compar	growth fror nies in Paki			
Dealing Time:	(1	Mon-Thr) 9	:00 A.M to 4: A.M to 5:00	30 P.M		Fund	Manag	er's Con	nmenta	ry				
Settlement: Pricing Mechanism: Load:***	2 F ii F iii	-3 business orward Prio ront End Lo rvestment a ront End Lo	s days cing bad (Individua above Rs. 101 bad (Other): 3 above Rs. 50 1	al): 3% (N million) % (Nil or		increa outper your F Thus,	sed by 1 rformance und has to-date t	.3%, whe of 0.5% posted 16 he outper	ereas the was reco 5.2% p.a formance	e Benchm orded. Sin return, ve e of your	ock Fund's lark increa ce inceptio ersus 6.1% Fund sta nd all other	nsed by on on p.a by nds at	y 0.8% January y the Be 10.1%	, thus a 19, 200 enchmark
Management Fee: Total Expense Ratio (%) Selling & Marketing Exp Risk Profile: Listing: Custodian & Trustee: Auditors: Benchmark: Fund Manager:	3 lenses 0 H P C K C K K	evies) .4% per ann High akistan Sto Central Dep CPMG Tased Chartered A	including 0.3 um ository Comp er Hadi & Co, ccountants I Return Index	oany (CDC		increa Bench Gener Techn and o sector was ir Comn	sed to arc imark in E ration & E ology & C verweight s stocks w ncreased p nercial Ba	December December Distribution Communic	towards as the Fun n Compa ation sect Cement, erformed in Fertiliz s, wherea	the end ot nd was un nies, Oil tors stocks . Textile C the marke zer, Oil & as it was re	of around f the month derweight & Gas Ma which une omposite, et. During t Gas Explo educed pri embler, and	n. NSF in selectring derperf and C he more pration marily	outperf ct Refin comp ormed ommer nth, the Comp in Cem	ormed th ery, Powe anies, an the marke cial bank allocatio anies, an ient, Oil d
Minimum Subscription:	C Ii	Growth Uni ncome Uni	t: Rs. 10,000/ t: Rs. 100,000)/-	<u>`</u>	Gas Marketing Companies, Automobil Relative Performance of for the last					Stock Fund	-	<u> </u>	Cumulative Return
Asset Manager Rating: *** effective from January 02, 2017	P	MI by PAG	CRA (Very Hig	gn Quality	y)	100%		zed Return		Benchmark 🛶 5.4%				_
Asset Allocation (% Equities / Stock	of Total	Assets)	29-Dec-17 87.1%		Nov-17 6.4%		Risk (St	d. Deviation)	15.8%	16.9%	16.2%			
Cash T-Bills Others including receiv Total Leverage	vables		11.5% - 1.4% 100.0% Nil		7.6% 4.5% 1.5% 00.0% Nil			M .			fina		5	Peers Avg. 25.0% Benchmark
Characte	eristics	of Equit	y Portfolio	****				12	W.					16.9%
PE NSF 9.			'BV 1.8	D 5.2		-20%	T-		~~~					
KSE-30 9. **** Based on NAFA's estimates	0		1.9	6.1	%	31-Dec-14	31-Mar-15 30-lun-15	30-Se p-15	31-Dec-15 31-Mar-16	30-Jun-16 30-Se p-16	31-Dec-16 31-Mar-17	30-Jun-17	30-Se p-17	29-Dec-17
Top Five Sectors (%		l Assets) (as on 29 De				Ton Ten	Fauity H	Holding	es (as on	29 Dec	embe	er. 20	17)
Oil & Gas Exploration Co Commercial Banks	mpanies			<u>19.</u> 18.	9%	Name		- 40.07	% of T	otal Nam			.,	% of Total
Fertilizer Cement				10. 8.8		Habib B	ank I tel		Asse 5.79	ts	e Petroleum Corr	nany Ltd		Assets 3.8%
Textile Composite				6.3	3%		Oilfields Ltd		5.5		d Bank Ltd	рану ца		3.8%
Others				23.	6%		oleum Ltd		5.3		Fertilizer Ltd			3.0%
Sindh Wo	rkers'	Welfare	Fund (SV	VWF)			orporation Lt		5.1		Al-Falah Ltd			2.9%
The Scheme has maintair	ned provi	sions again	st Sindh Work	er's Welfa	are Fund's	Oil & G	as Dev Co Lt	d	4.9	% Nishat	t Mills Ltd			2.9%
liability to the tune of Rs.	. 108,972	2,306/- if th	e same were	not made	the NAV		Na <u>me o</u>	f t <u>he M</u>	em <u>bers</u>	of Inve	stment	Comn	hittee	
Per unit/return of the S details investors are advis the Scheme for the period Notes: 1) The calculation of per	sed to rea d ended \$	ad the Note September	9 of the Fina 30, 2017.	ncial State					Sajja	ad Wahee d Anwar, (han Javed	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.

Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks.Past performance is not necessarily indicative of future results. Please read the Offering Documents to understand the investment policies and the risks involved.

Hassan Raza, CFA

NAFA Pension Fund (NPF)



December 2017

MONTHLY REPORT (MUFAP's Recommended Format)

			NAV Per Unit (Rs.) December 29, 2017	Dec 2017	FYTD 2018	Rolling 12 Months	FY 2017	FY 2016	FY 2015	Last 3 Years	Since Launc July 02, 201	
NPF-Equity Sub-fund		980.7	285.5562	1.1%*	(13.8%)*	(11.9%)*	37.3%*	14.8%*	49.6%*	16.8%	26.0%	
NPF-Debt Sub-fund		388.8	144.3151	3.4%	4.1%	4.3%	4.4%	5.5%	17.3%	6.3%	8.2%	
NPF-Money Market Su	b-fund	503.5	131.0644	4.2%	4.2%	4.2%	4.4%	4.9%	7.8%	4.9%	5.9%	
* Cumulative Returns			nance reported is r									
All Other returns are annu	alized						,					
General Informatio	n July 2, 2	013			1	t ment Obje vide a secure		savings an	d regular in	come afte	r retirement t	
und size:	Rs. 1,87	3 million				ticipants.	source or	savings an	u regular li	icome ane	retirement	
ype: Jealing Days:		nd – Volunta Monday to F	ry Pension Scheme		Fund	Manager's	Comme	ntary				
ealing Time:	(Mon-Th	nr) 9:00 [´] A.M	to 5:00 P.M		During the month of December:							
		9:00 A.M to	5:30 P.M		NPE Fo	uity Sub-fund	d unit prio	re increase	ed by 1.1%	6 compare	d with 1.2°	
ricing Mechanism ront end Load:	Forward	i Pricing % on Contri	butions		increase	e in' KSE-100 I	ndex. The	Sub-fund v	vas áround	91% invest	ted in equitie	
ack end Load	0%	,o on contai	outions			ajor weights ir tilizer sectors						
lanagement Fee:			Net Assets of each		listed ed	quities on ave						
	Sub-Fun		Market 1.50% p.	2	of net a	sset.						
	Equity, I		% p.a. (including 0.2			bt Sub-fund						
	-9-007		rnment levies)		maintai	d primarily i ns a minimur	n combine	d exposure	e of 50% ir	n Governm	ent Securitie	
otal Expense Ratio (%)	Debt		% p.a. (including 0.3	33%	(25% m	inimum) and	AA+ rated	banks. We	ighted Aver	age Maturi	ty of Sub-fun	
	Monoy		rnment levies) % p.a. (including		is 0.7 ye	ear.						
	Money		% government levie	es)	NPF M	oney Market	Sub-fund	generated	annualized	return of	4.2%. In lin	
isk Profile		dependent	0		money	investment s market secur	ities. Mon	e Sub Fui ey Market	Sub-fund a	average ma	aturity canno	
Custodian & Trustee: Central Depository Company (CDC) Auditors: KPMG Taseer Hadi & Co.					exceed	90 days. Weig	ghted Aver	aģe Maturi	ty of Sub-fu	und is 38 d	ays. '	
uditors:		ed Accountar			Тор	Five Sectors	(% of T	otal Asset	s) (as on	29 Decen	nber, 2017	
und Manager:		nwar, CFA			Oil & C	Gas Exploratio	n Compan	ies			20.3%	
linimum		Rs. 10,000/-				ercial Banks					17.8%	
ubscription: sset Manager Rating:		ent: Rs. 100)/- y High Quality)		Fertilize Cement						11.3% 8.5%	
everage	Nil	FACKA (Vei	y Fligh Quality)			Composite					6.8%	
Credit Quality of the	Doutfol	(a)	December 3	017)	Others						26.3%	
Credit Quality of the	Portion	Debt	Money Mar	-	Τα	op Ten Holdir	ngs of Equi	ty Sub-fun	d (as on 29) Decembe	r, 2017)	
Government Securities (AAA	(rated)	23.8%	11.4%	Ket		Name	(% of To	tal Assets)	Name	e ('	% of Total Assets	
AAA AA+		<u>24.9%</u> 42.1%	<u> </u>			Petroleum Ltd Oilfields Ltd	6.2		gro Fertilizer Lto Ink Al-Falah Ltd		4.1%	
AA		1.9%	-		Habib B	ank Ltd	5.0)% U	nited Bank Ltd		3.6%	
AA- A+		4.3%	<u> </u>			as Dev Co Ltd orporation Ltd	5.0		ari Gas Compan ub Power Comp		3.5%	
Others Total		<u> </u>	0.3%		Lingio Ci		As o	n 29 Decem	ber, 2017		5.070	
	llocation (% of Total As				Name	Fop TFC/Suk	uk Holdings	of Debt Sub	-fund	(% of Tot	
			30-Nov	-17	- Askari Co	ommercial Bank	Limited 30-	SEP-14 30-SI	P-24		Assets) 4.3%	
	29	9-Dec-17		1							2.9%	
Asset A Equity Sub-fund Equity		91.0%	91.1%	0	Janangir	Siddiqui and Co					2.2%	
Asset A Equity Sub-fund Equity Cash Equivalents		91.0% 5.8%	91.1% 7.0% 1.9%		<u> </u>	Siddiqui and Co _imited 14-DEC-	16 14-DEC-2	23			1.9%	
Asset A Equity Sub-fund Equity		91.0%	91.19 7.09 <u>1.99</u> 100.0 9	/o /o	JS Bank L Dawood	imited 14-DEC- Hercules Corp	Ltd 16-NOV	-17 16-NOV				
Asset A Equity Sub-fund Equity Cash Equivalents Others	1	91.0% 5.8% 3.2%	7.0% 1.9%	/o /o /o	JS Bank L Dawood Jahangir	imited 14-DEC- Hercules Corp Siddiqui and Co	Ltd 16-NOV mpany Ltd.	-17 16-NOV 18-Jul-17 18	-Jul-22		1.9%	
Asset A Equity Sub-fund Equity Cash Equivalents Others Total Debt Sub-fund Cash Equivalents	1	91.0% 5.8% <u>3.2%</u> 00.0% 9-Dec-17 43.8%	7.09 1.99 100.09 30-Nov 20.49	// ///////////////////////////////////	JS Bank L Dawood Jahangir Jahangir	imited 14-DEC- Hercules Corp	Ltd 16-NOV mpany Ltd.	-17 16-NOV 18-Jul-17 18	-Jul-22		0.6%	
Asset A Equity Sub-fund Equity Cash Equivalents Others Total Debt Sub-fund Cash Equivalents TFC/Sukuk	1 	91.0% 5.8% <u>3.2%</u> 00.0% 9-Dec-17 43.8% 13.8%	7.0% <u>1.9%</u> <u>100.0%</u> 30-Nov	// ///////////////////////////////////	JS Bank L Dawood Jahangir	imited 14-DEC- Hercules Corp Siddiqui and Co Siddiqui and Co	Ltd 16-NOV- mpany Ltd. mpany Ltd. 2	-17 16-NOV 18-Jul-17 18 24-Jun-16 24	-Jul-22 I-Jun-21		0.6%	
Asset A Equity Sub-fund Equity Cash Equivalents Others Total Debt Sub-fund Cash Equivalents TFC/Sukuk Bank Placement PIBs	1	91.0% 5.8% <u>3.2%</u> 00.0% 9-Dec-17 43.8% 13.8% 17.9%	7.09 1.99 100.09 30-Nov 20.49 14.79 -	% <u>%</u> -17 % %	JS Bank L Dawood Jahangir Jahangir	imited 14-DEC- Hercules Corp Siddiqui and Co Siddiqui and Co	Ltd 16-NOV- mpany Ltd. mpany Ltd. 2	-17 16-NOV 18-Jul-17 18 24-Jun-16 24	-Jul-22	d (SWW	0.6%	
Asset A Equity Sub-fund Equity Cash Equivalents Others Total Debt Sub-fund Cash Equivalents TFC/Sukuk Bank Placement	1	91.0% 5.8% <u>3.2%</u> 00.0% 9-Dec-17 43.8% 13.8%	7.09 1.99 100.09 30-Nov 20.49 14.79	/0 /0 -17 /0 /0 /0	JS Bank I Dawood Jahangir Jahangir Total	imited 14-DEC- Hercules Corp Siddiqui and Co Siddiqui and Co Sindh Sindh as maintained	Ltd 16-NOV- mpany Ltd. 2 mpany Ltd. 2 Worker provisions	17 16-NOV 18-Jul-17 18 24-Jun-16 24 s' Welfa against Sin	-Jul-22 I-Jun-21 are Func		0.6% 13.8% (F)	
Asset A Equity Sub-fund Equity Cash Equivalents Others Total Debt Sub-fund Cash Equivalents TFC/Sukuk Bank Placement PIBs T-Bills	<u>1</u> 29	91.0% 5.8% <u>3.2%</u> 00.0% 9-Dec-17 43.8% 13.8% 17.9% - 23.8%	7.09 1.99 100.09 30-Nov 20.49 14.79 - - - 1.49 61.29	/0 /0 -17 /0 /0 /0	JS Bank I Dawood Jahangir Jahangir Total	imited 14-DEC- Hercules Corp Siddiqui and Co Siddiqui and Co Sindh	Ltd 16-NOV- mpany Ltd. 2 mpany Ltd. 2 Worker provisions	17 16-NOV 18-Jul-17 18 24-Jun-16 24 s' Welfa against Sine elow:	-Jul-22 I-Jun-21 are Func dh Workers	' Welfare F	0.6% 13.8% (F) und's liability Last One Year	
Asset A Equity Sub-fund Equity Cash Equivalents Others Total Debt Sub-fund Cash Equivalents TFC/Sukuk Bank Placement PIBs T-Bills Others Total Money Market Sub-fund	<u>1</u> 29	91.0% 5.8% 3.2% 00.0% 9-Dec-17 43.8% 13.8% 17.9% - 23.8% 0.7% 0.7% 0.0% 9-Dec-17	7.09 1.99 100.09 30-Nov 20.49 14.79 	% -17 % % % % % √ 6 √ 6 √ 6 	JS Bank I Dawood Jahangir Jahangir Total	imited 14-DEC- Hercules Corp Siddiqui and Co Siddiqui and Co Sindh Sindh as maintained	Ltd 16-NOV- mpany Ltd. 2 mpany Ltd. 2 Worker provisions	17 16-NOV 18-Jul-17 18 24-Jun-16 24 s' Welfa against Sint elow: Total amot Providee	Jul-22 Jun-21 are Func dh Workers	' Welfare Fi	0.6% 13.8% (F) Und's liability Last One Year return would otherwise have	
Asset A Equity Sub-fund Equity Cash Equivalents Others Total Debt Sub-fund Cash Equivalents TFC/Sukuk Bank Placement PIBs T-Bills Others Total Money Market Sub-fund Cash Equivalents	<u>1</u> 29	91.0% 5.8% 3.2% 00.0% 9-Dec-17 43.8% 13.8% 17.9% - 23.8% 0.7% 00.0% 9-Dec-17 53.4%	7.09 1.99 30-Nov 20.49 14.79 - 1.49 61.29 2.39 100.02 30-Nov 22.66	% -17 % % % % % ~ 7-17 %	JS Bank I Dawood Jahangir Jahangir Total NPF ha individ	imited 14-DEC- Hercules Corp Siddiqui and Co Siddiqui and Co Siddiqui and Co Sindh as maintained Jual Sub-funds	Ltd 16-NOV- mpany Ltd. 2 mpany Ltd. 2 Worker provisions	17 16-NOV 18-Jul-17 18 24-Jun-16 24 s' Welfa against Sine elow: Total amou Providec Rs	-Jul-22 -Jun-21 are Func dh Workers unt i u u	' Welfare F	0.6% 13.8% F) und's liability Last One Year return would otherwise have been higher by:	
Asset A Equity Sub-fund Equity Cash Equivalents Others Total Debt Sub-fund Cash Equivalents TFC/Sukuk Bank Placement PIBs T-Bills Others Total Money Market Sub-fund Cash Equivalents Bank Placement	<u>1</u> 29	91.0% 5.8% 3.2% 00.0% 9-Dec-17 43.8% 13.8% 17.9% - 23.8% 0.7% 00.0% 9-Dec-17 53.4% 34.9%	7.09 1.99 100.02 30-Nov 20.49 14.79 	% % ~-17 % % % % % % % %	JS Bank I Dawood Jahangir Jahangir Total NPF ha individ	imited 14-DEC- Hercules Corp Siddiqui and Co Siddiqui and Co Sindh as maintained lual Sub-funds	Ltd 16-NOV- mpany Ltd. 2 mpany Ltd. 2 Worker provisions	17 16-NOV 18-Jul-17 18 24-Jun-16 24 s' Welfa against Sin elow: Total amor Provide Rs 8,150,67	-Jul-22 -Jun-21 are Func dh Workers Int 18 2.3	' Welfare Fi	0.6% 13.8% F) Last One Year return would otherwise have been higher by: 0.73%	
Asset A Equity Sub-fund Equity Cash Equivalents Others Total Debt Sub-fund Cash Equivalents TFC/Sukuk Bank Placement PIBs T-Bills Others Total Money Market Sub-fund Cash Equivalents	1 29 1 29	91.0% 5.8% 3.2% 00.0% 9-Dec-17 43.8% 13.8% 17.9% - 23.8% 0.7% 00.0% 9-Dec-17 53.4%	7.09 1.99 30-Nov 20.49 14.79 - 1.49 61.29 2.39 100.02 30-Nov 22.66	% % -17 -17 % % % % % % % % % %	JS Bank I Dawood Jahangir Jahangir Total NPF ha individ Equity Debt	imited 14-DEC- Hercules Corp Siddiqui and Co Siddiqui and Co Siddiqui and Co Sindh as maintained lual Sub-funds / Sub-fund	Ltd 16-NOV- mpany Ltd. mpany Ltd. : Worker provisions as stated b	17 16-NOV 18-Jul-17 18 24-Jun-16 24 s' Welfa against Sin elow: Total amor Providec Rs 8,150,67 1,052,84	-Jul-22 -Jun-21 are Funce are Funce ant Amou 1 78 2.3 19 0.3	' Welfare Fi	0.6% 13.8% F) Last One Year return would otherwise have been higher by: 0.73% 0.28%	
Asset A Equity Sub-fund Equity Cash Equivalents Others Total Debt Sub-fund Cash Equivalents TFC/Sukuk Bank Placement PIBs T-Bills Others Total Money Market Sub-fund Cash Equivalents Bank Placement T-Bills Others	1 29 1 29	91.0% 5.8% 3.2% 00.0% 9-Dec-17 43.8% 13.8% 13.8% 17.9% - 23.8% 0.7% 00.0% 9-Dec-17 53.4% 34.9% 11.4% 0.3% 100.0%	7.09 1.99 100.09 30-Nov 20.49 14.79 - 1.49 61.29 2.39 100.09 30-Nov 22.66 18.99 57.7' 0.8° 100.09	% % -17 -17 % % % % % % % % % %	JS Bank I Dawood Jahangir Jahangir Total NPF ha individ Equity Debt Mone	imited 14-DEC- Hercules Corp Siddiqui and Co Siddiqui and Co Siddiqui and Co Sindh as maintained lual Sub-funds / Sub-fund Sub-fund y Market Sub-fu	Ltd 16-NOV- mpany Ltd. : mpany Ltd. : Worker provisions as stated b	17 16-NOV 18-Jul-17 18 24-Jun-16 24 s' Welfa against Sine elow: Total amor Provide Rs 8,150,67 1,052,84 946,08:	-Jul-22 -Jun-21 are Funce are Funce ant Amou 1 78 2.3 49 0.3 2 0.2	' Welfare Fi	0.6% 13.8% F) Last One Year return would otherwise have been higher by: 0.73% 0.28% 0.20%	
Asset A Equity Sub-fund Equity Cash Equivalents Others Total Debt Sub-fund Cash Equivalents TFC/Sukuk Bank Placement PIBs T-Bills Others Total Money Market Sub-fund Cash Equivalents Bank Placement T-Bills Others Total	1 29 1 29 29 29 29 29 20 20 20 20 20 20 20 20 20 20 20 20 20	91.0% 5.8% 3.2% 00.0% 9-Dec-17 43.8% 13.8% 17.9% 23.8% 0.7% 0.7% 0.7% 0.7% 0.7% 0.7% 0.7% 0.7% 0.7% 0.7% 0.7% 0.7% 0.7% 0.7% 0.7% 0.0% 0.	7.09 1.99 100.09 30-Nov 20.49 14.79 - 1.49 61.29 2.39 100.09 30-Nov 22.66 18.99 57.7' 0.8° 100.09	% % -17 -17 % % % % % % % % % %	JS Bank I Dawood Jahangir Jahangir Total NPF ha individ Equity Debt Mone For de	imited 14-DEC- Hercules Corp Siddiqui and Co Siddiqui and Co Sindh Co Sinch Co Sin	Ltd 16-NOV- mpany Ltd. : mpany Ltd. : Worker provisions as stated b und are advisee e period en	17 16-NOV 18-Jul-17 18 24-Jun-16 24 s' Welfa against Sine elow: Total amot Provide 8,150,67 1,052,82 946,08: d to read th ded Septer	Jul-22 -Jun-21 are Func are Func unt 1 78 2.33 19 0.33 2 0.22 e Note 7 of nber 30, 20	' Welfare Fi unt Per Init Rs 732 908 463 the Financ 17.	0.6% 13.8% F) Jund's liability Last One Year return would otherwise have been higher by: 0.73% 0.28% 0.20% ial Statement	
Asset A Equity Sub-fund Equity Cash Equivalents Others Total Debt Sub-fund Cash Equivalents TFC/Sukuk Bank Placement PIBs T-Bills Others Total Money Market Sub-fund Cash Equivalents Bank Placement T-Bills Others Total Money Market Sub-fund Cash Equivalents Bank Placement T-Bills Others Total Name of the Me	1 29 29 29 20 20 20 20 20 20 20 20 20 20 20 20 20	91.0% 5.8% 3.2% 00.0% 9-Dec-17 43.8% 13.8% 17.9% 23.8% 0.7% 00.0% 9-Dec-17 53.4% 34.9% 11.4% 0.3% 100.0% f Investment Naheed, CFA Naheed, CFA	7.09 1.99 100.02 30-Nov 20.49 14.79 -1.47 61.29 2.39 100.09 30-Nov 30-Nov 22.6 18.99 57.7' 0.8' 100.00 Committee	% % -17 -17 % % % % % % % % % %	JS Bank I Dawood Jahangir Jahangir Total NPF ha individ Equity Debt Mone For de of the 1 Notes: 1)	imited 14-DEC- Hercules Corp Siddiqui and Co Siddiqui and Co Sindh and Co Sinch and Co Sinch and Co Sub-fund Sub-fund Sub-fund Sub-fund Market Sub-fur etails investors	Ltd 16-NOV- mpany Ltd. : mpany Ltd. : Worker provisions as stated b und are advised e period en of performar	17 16-NOV 18-Jul-17 18 24-Jun-16 24 s' Welfa against Sine elow: Total amor Provide 8,150,67 1,052,84 946,08: d to read th ded Septer nee does not	Jul-22 -Jun-21 are Func are Func are Func unt 1 78 2.3 19 0.3 2 0.2 e Note 7 of nber 30, 20 include cost of	' Welfare Fi Init Rs 732 908 463 17. of front-end lo	0.6% 13.8% F) Last One Year return would otherwise have been higher by: 0.73% 0.28% 0.20% ial Statement bad.	
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MONTHLY REPORT (MUFAP's Recommended Format)

December 2017

Performance %										
		NAV Per Unit (Rs.) December 29, 2017		FYTD 2018	Rolling 12 Months	FY 2017	FY 2016	FY 2015	Laoro	Since Launch July 02, 2013
NIPF-Equity Sub-fund	869.4	283.6596	0.5%*	(14.1%)*	(11.3%)*	35.8%*	16.9%*	51.5%*	17.3%	25.9%
NIPF-Debt Sub-fund	376.1	125.8558	3.4%	2.4%	2.8%	3.9%	3.8%	5.6%	4.2%	5.0%
NIPF-Money Market Sub-fund	289.1	126.2134	3.5%	3.1%	3.2%	3.8%	3.9%	6.2%	4.3%	5.1%

* Cumulative Returns All Other returns are annualized

, The performance reported is net of management fee & all other expenses.

Ceneral Information

General Information	า					
Launch Date:	July 2, 2013					
Fund size:	Rs. 1,535 milli	on				
Туре:	Open-end – Sh	nariah Compliant Voluntary				
	Pension Schen	ne				
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				
Pricing Mechanism	Forward Pricing					
Front end Load:	Upto 3% on Contributions					
Back end Load:	0%					
Management Fee:		nnual Net Assets of each				
	Sub-Fund.					
		Money Market 1.50% p.a.				
	Equity	2.09% p.a. (including 0.25%				
		government levies)				
Total Expense Ratio (%)	Debt	2.03% p.a. (including 0.30%				
		government levies)				
	Money Market	2.07% p.a. (including				
		0.31% government levies)				
Risk Profile	Investor depen					
Custodian & Trustee:		itory Company (CDC)				
Auditors:	KPMG Taseer					
	Chartered Acc					
Fund Manager:	Sajjad Anwar,					
Minimum	Initial: Rs. 10,0					
Subscription:	Subsequent: R					
Asset Manager Rating:	/	A (Very High Quality)				
Leverage	Nil					

Investment Objective

To provide a secure source of savings and regular income after retirement to the Participants.

Fund Manager's Commentary

During the month of December:

NIPF Equity Sub-fund unit price increased by 0.5% as compared to 0.8% increase in KMI-30 Index. The Sub-fund was around 91% invested in equities with major weights in Oil & Gas Exploration Companies, Fertilizer and Cement sectors. Equity Sub-fund maintains exposure of atleast 90% in listed equities on average. Last 90 days average allocation in equity was 90.0% of net asset.

NIPF Debt Sub-fund generated annualized return of 3.4%. The Sub-fund was invested primarily in GoP Ijara Sukuks and Islamic bank deposits. Debt Sub-fund maintains a minimum combined exposure of 50% in Islamic Government Securities (25% minimum) and A+ rated Islamic banks / AA rated Islamic windows. Weighted Average Maturity of Sub-fund is 0.9 year.

NIPF Money Market Sub-fund generated annualized return of 3.5%. The Sub-fund was invested primarily in Islamic bank deposits. Money Market Sub-fund average maturity cannot exceed 1 year. Weighted Average Maturity of Sub-fund is 18 days.

Credit Quality of the Portfolio (as on 29 December, 2017)

Government Securities (AAA rated)	43.4%	5.2%
AAA	17.4%	20.2%
AA+	14.6%	30.6%
AA	0.5%	5.6%
AA-	4.3%	19.3%
A+	18.6%	18.1%
Others	1.2%	1.0%
Total	100.0%	100.0%

 Top Five Sectors (% of Total Assets) (as on 29 December, 2017)

 Dil & Gas Exploration Companies
 24.0%

Fertilizer	13.3%
Cement	11.5%
Textile Composite	6.8%
Automobile Assembler	5.8%
Others	29.9%

Asset All	ocation (% of Total Assets)		Top Ten Holdin	gs of Equity Su	o-fund (as	on 29 Decem	ber. 2017)
Equity Sub-fund	29-Dec-17	30-Nov-17					
Equity Cash Equivalents Others including receivable Total	100.0%	88.5% 9.5% 2.0% 100.0%	Name Pakistan Petroleum Ltd Oil & Gas Dev Co Ltd Pakistan Oilfields Ltd Engro Corporation Ltd Engro Fertilizer Ltd	(% of Total Asset 7.0% 6.7% 6.2% 6.1% 5.4%	Nishat M Mari Petr Hub Pow Lucky Ce	Name ills Ltd olium Company Ltd rer Company Ltd ment Ltd an Cement Co Ltd	(% of Total Assets) 4.7% 4.1% 3.9% 3.6% 3.1%
Debt Sub-fund Cash Equivalents GOP Ijara Sukuk Commercial Papers	29-Dec-17 53.1% 43.4% 2.3%	30-Nov-17 52.9% 45.4%		Workers' V	Velfare	Fund (SW	WF)
Others Total Money Market Sub-fund	<u>1.2%</u> 100.0% 29-Dec-17	<u> </u>		т	otal amount Provided Rs	Amount Per Unit Rs	Last One Year return would otherwise have been higher by:
Cash Equivalents GOP Ijara Sukuk	93.8% 5.2%	93.8% 5.2%	Equity Sub-fund	6	,827,479	2.2275	0.70%
Others	1.0%	1.0%	Debt Sub-fund		502,086	0.2015	0.16%
Total	100.0%	100.0%	Money Market Sub-f	und	411,405	0.1796	0.15%
Name of the Men	bers of Investment Con Dr. Amjad Waheed, CFA Sajjad Anwar, CFA Taha Khan Javed, CFA, Muhammad Ali Bhabha, CFA, Hassan Raza, CFA	nmittee	For details investors of the Scheme for th Notes: 1) The calculation 2) Taxes apply. Further, tax of	e period ended s of performance do	September es not inclue	30, 2017. de cost of front-end	d load.



December 2017

Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	FY 2016			Since Launch June 27, 2014*
NAFA Islamic Principal Protected Fund-II (NIPPF-II)	0.3%	(0.1%)	2.4%	25.8%	3.3%	21.0%	13.0%	13.8%
Benchmark	0.4%	0.4%	1.4%	16.1%	8.9%	12.2%	10.9%	10.7%
* Annualized Return The perform	ance rer	orted is n	et of manager	hont foo	& all	other e	vnence	and based on

* Annualized Return The performance reported is net of management fee & all other expenses and based or All Other returns are Cumulative dividend reinvestment gross of with-holding tax where applicable.

General Information

NIPPF-II

* Based on

KMI-30

lune 27, 2014 Launch Date: Fund Size: Rs. 128 million Type: Open-end Shariah Compliant -Capital Protected Fund Dealing Days: Daily - Monday to Friday Dealing Time: (Mon-Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M Settlement: 2-3 business days Forward Pricing Pricing Mechanism: Load: Back end: 0% Management Fee: Equity component 2% per annum Others: 12% of Net Income (Min 0.5% p.a., Max 1.0% p.a.) Total Expense Ratio (%) 1.73% p.a (including 0.19% government levies) **Risk Profile:** Low Pakistan Stock Exchange Listing: Custodian & Trustee: Central Depository Company (CDC) A. F. Ferguson & Co. Auditors: Chartered Accountants Benchmark: Daily weighted return of KMI-30 index & Islamic Bank Deposits based on Fund's actual allocation. Sajjad Anwar, CFA Fund Manager: Asset Manager Rating: AM1 by PACRA (Very High Quality)

Asset Allocation (% of lota	I Assets) 29-Dec-I	/ 30-NOV-1/				
Equities / Stocks	9.3%	5.3%				
Cash Equivalents	86.9%	91.5%				
Others including receivables	3.8%	3.2%				
Total	100.0%	100.0%				
Leverage	Nil	Nil				
Characteristics of Equity Portfolio**						
PER	PBV	DY				

Top Five Sectors (% of Total Assets) (as on 29 December, 2017)

1.8

2.6

6.2%

4.7%

9.2

9.8

Oil & Gas Exploration Companies	3.1%
Fertilizer	1.9%
Cement	1.7%
Textile Composite	0.8%
Oil & Gas Marketing Companies	0.8%
Others	1.0%

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 3,592,195/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 2.8449/2.87%. For details investors are advised to read the Note 7 of the Financial Statements of the Scheme for the period ended September 30, 2017.

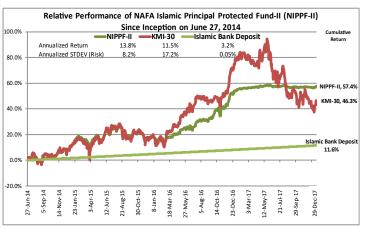
Notes: 1) The calculation of performance does not include cost of front end load. 2) Taxes apply. Further, tax credit also available as per section 62 of the Income Tax Ordinance, 2001.

Investment Objective

The objective of NAFA Islamic Principal Protected Fund-II is to earn a potentially high return through dynamic asset allocation between Shariah compliant Equities and Money Market investment avenues, while providing principal protection.

Fund Manager's Commentary

Since inception, NIPPF-II has generated a return of 13.8% p.a versus benchmark return of 10.7% p.a. The current equity exposure stands at around 9%. During the month, minimum multiplier was 0.1 while maximum multiplier was 0.2. Key holdings of the Fund belong to Oil & Gas Exploration Companies, Fertilizer and Cement sector stocks.



Iop Ien	noiair	igs (as o	n 29 December,	2017)	
Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Mari Petroleum Company Ltd	Equity	1.1%	Pakistan State Oil Co Ltd	Equity	0.7%
Engro Corporation Ltd	Equity	1.0%	Pioneer Cement Ltd	Equity	0.7%
Engro Fertilizer Ltd	Equity	0.9%	Pakistan Oilfields Ltd	Equity	0.6%
Pak Petroleum Ltd	Equity	0.7%	Kot Addu Power Co Ltd	Equity	0.6%
Oil & Gas Dev Co Ltd	Equity	0.7%	Nishat Mills Ltd	Equity	0.6%

Name of the Members of Investment Committee

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

Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Documents to understand the investment policies and the risk involved. Capital protection only applies to unit holders who hold their investments until initial maturity of two years.



December 2017

Performance %						
Performance Period	Dec 2017	FYTD 2018	Rolling 12 Months	FY 2017	FY 2016	Since Launch January 09, 2015*
NAFA Islamic Principal Preservation Fund (NIPPF)	0.4%	0.3%	2.2%	15.1%	4.0%	8.1%
Benchmark**	0.3%	0.1%	1.0%	12.1%	3.6%	6.8%
* Annualized Return	The performance reported is net of management fee & all other expenses and based on					

All Other returns are Cumulative

dividend reinvestment gross of with-holding tax where applicable.

General Information

January 9, 2015 Rs. 270 million Open End Shariah Compliant Fund of Funds Daily – Monday to Friday (Mon-Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M Launch Date: Fund Size: Type: Dealing Days: Dealing Time: Settlement: -3 business days Forward Pricing 1% in year 1, 0.5% in year 2 and no load Pricing Mechanism: Back end Load: beyond 2 years Management Fee: 1) On invested amount in NAFA fund, no additional fee. 2) Cash in Bank account: 12% of Net Income (Min 0.5% p.a., Max 1.0% p.a.) 1.49% p.a (including 0.23% government levies) Pakistan Stock Exchange Total Expense Ratio (%) Listing: Risk Profile: Low Central Depository Company (CDC) A. F. Ferguson & Co. Chartered Accountants Combination of benchmarks of underlying schemes on the basis of actual investment Custodian & Trustee: Auditors: Benchmark:** e.NISF: KMI-30 Index NIAAF: Daily weighted return of KMI-30 Index & 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP Cash: 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP Sajjad Anwar, CFA AM1 by PACRA (Very High Quality) Fund Manager: Asset Manager Rating:

** effective from September 01, 2016; Previously daily weighted return of KMI-30 index & Islamic Bank Deposits based on Fund's actual allocation.

29-Dec-17	30-Nov-17
10.9%	10.8%
3.0%	3.0%
84.3%	85.0%
1.8%	1.2%
100.0%	100.0%
Nil	Nil
	10.9% 3.0% 84.3% 1.8% 100.0%

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIAAF	9.4	2.2	4.8%
NISF	9.3	2.0	4.6%
KMI-30	9.8	2.6	4.7%
***Based on NAF	A's estimates	•	•

Top Holdings (%age of total assets) (as on 29 December, 2017)	
NAFA Islamic Asset Allocation Fund	10.9%
NAFA Islamic Stock Fund	3.0%
Total	13.9%

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 3,962,176/-If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs 1.5031/1.50%. For details investors are advised to read the Note 7 of the Financial Statements of the Scheme for the period ended September 30, 2017.

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.

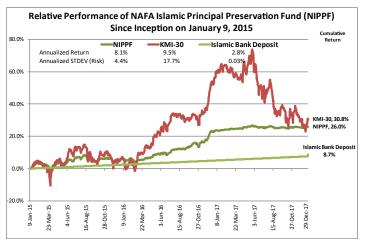
Disclaimer: This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Documents to understand the investment policies and the risk involved. Principal Preservation only applies to unit holders who hold their investments until initial maturity of two years.

The objective of NAFA Islamic Principal Preservation Fund is to earn a potentially high return through dynamic asset allocation between Shariah compliant equity related, and Shariah compliant income/ money market Collective Investment Schemes, while providing principal preservation.

Fund Manager's Commentary

Investment Objective

Since inception, NIPPF has generated a return of 8.1% p.a versus benchmark return of 6.8% p.a. The current exposure in equity/asset allocation funds stands at 13.9%. During the month, the multiplier remained at 0.5.



Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA Sajjad Anwar, CFA Taha Khan Javed, CFA Hassan Raza, CFA Muhammad Ali Bhabha, CFA, FRM Open Ended Shariah Compliant Fund of Funds

1) On invested amount in NAFA fund, no

0.49% p.a (including 0.12% government

Daily weighted return of KMI-30 Index &

6-month average deposit rates of three A

rated Islamic Banks/Islamic windows of

AM1 by PACRA (Very High Quality)

conventional banks as selected by MUFAP, based on Fund's actual allocation (which is combination of benchmarks of underlying schemes)

2) Cash in Bank account: 1.25% p.a.

Central Depository Company (CDC)



MONTHLY REPORT (MUFAP's Recommended Format) Unit Price (29/12/2017): Rs. 117.1680

December 2017

Performance					
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* January 15, 2016
NAFA Islamic Active Allocation Plan-I	(0.9%)	(11.6%)	(10.7%)	24.3%	10.5%
Benchmark**	(0.7%)	(9.4%)	(11.6%)	16.3%	10.8%
* Annualized Return All Other returns are Cumulative	The per reinvestn	formance reported nent gross of with-	l is net of management fee holding tax where application	& all other exp able.	penses and based on dividend

General Information

Launch Date:

Dealing Days:

Dealing Time:

Pricing Mechanism

Back end Load:

Management Fee:

Total Expense Ratio (%)

Custodian & Trustee:

Settlement:

Risk Profile

Listing:

Auditors:

Benchmark:**

Fund Size:

Type:

Investment Objective

The objective of the Fund is to provide investors an opportunity to earn attractive return from an actively managed portfolio of Shari'ah Compliant Equity Fund and Income Fund.

Fund Manager's Commentary

NAFA launched its NAFA Islamic Active Allocation Plan-I (NIAAP-I) in January, 2016 which is the first plan under NAFA Islamic Active Allocation Fund-I. The Active Allocation Plan is dynamically managed between dedicated equity related and income schemes managed by NAFA based on the Fund Manager's outlook of the authorized asset-classes. The Plan is presently closed for new subscription. NIAAP-I has an initial maturity of two years.

Since inception, NIAAP-I has generated a return of 10.5% p.a versus benchmark return of 10.8% p.a. The current exposure in Equity Fund and Income Fund stands at 42.9% & 47.6%, respectively. The Plan can invest up to 100% in equity funds. We are confident that the Plan will generate good returns considering the improved macroeconomic and political outlook and dynamic equity allocation mechanism of the Fund.

Fund Manager: Asset Manager Rating:

** effective from September 01, 2016; Previously daily weighted return of KMI-30 index & 6 month deposit rate of A- and above rated Islamic banks and windows based on actual investr

January 15, 2016

2-3 business days

Forward Pricing

additional fee.

Low to moderate Pakistan Stock Exchange

A. F. Ferguson & Co.

Saiiad Anwar, CFA

Chartered Accountants

Nil

levies)

Daily - Monday to Friday (Mon - Thr) 9:00 A.M to 4:30 P.M

(Friday) 9:00 A.M to 5:00 P.M

Rs. 532 million

or A- and above rated islamic banks and windows based on actual investment.						
Asset Allo	cation (% of Total A	ssets) 29-Dec-	17 30-Nov-17			
Shariah Cor	mpliant Funds	90.5%	92.5%			
Cash Equiva	alents	9.3%	7.3%			
Others inclu	uding receivables	0.2%	0.2%			
Total	Total 100.0% 100					
Leverage		Nil	Nil			
	Characteristics of Equity Portfolio***					
	PER	PBV	DY			
NIAAEF	9.3	2.0	4.7%			
KMI-30	9.8	2.6	4.7%			
Develop NAFAL SCIENCE						

*** Based on NAFA's estimates

Top Holdings (%age of total assets) (as on 29 December, 2017)
-

NAFA Active Allocation Riba Free Savings Fund	47.6%
NAFA Islamic Active Allocation Equity Fund	42.9%
Total	90.5%

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.

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 4,843,029/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 1.0664/0.81%. For details investors are advised to read the Note 7 of the Financial Statements of the Scheme for the period ended September 30, 2017.

Name of the Members of Investment Committee

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



December 2017

Performance					
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* March 04, 2016
NAFA Islamic Active Allocation Plan-II	(0.8%)	(11.7%)	(10.8%)	23.6%	9.2%
Benchmark**	(0.3%)	(9.4%)	(11.8%)	15.9%	8.4%
* Annualized Return The performance reported is net of management fee & all other expenses and based on dividend					

All other returns are cumulative

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

March 04, 2016 Launch Date: Fund Size: Rs. 544 million Type: Open Ended Shariah Compliant Fund of Funds Dealing Days: Daily - Monday to Friday (Mon - Thr) 9:00 A.M to 4:30 P.M Dealing Time: (Friday) 9:00 A.M to 5:00 P.M Settlement: 2-3 business days Pricing Mechanism Forward Pricing Back end Load: Nil 1) On invested amount in NAFA fund, no Management Fee: additional fee. 2) Cash in Bank account: 1.25% p.a. Total Expense Ratio (%) 0.50% p.a (including 0.12% government levies) Risk Profile Low to moderate Pakistan Stock Exchange Listing: Custodian & Trustee: Central Depository Company (CDC) A. F. Ferguson & Ćo. Auditors: Chartered Accountants Benchmark:** Daily weighted return of KMI-30 Index & 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP. based on Fund's actual allocation (which is combination of benchmarks of underlying schemes) Fund Manager: Sajjad Anwar, CFA

Asset Manager Rating: AM1 by PACRA (Very High Quality)

** effective from September 01, 2016; Previously daily weighted return of KMI-30 index & 6 month deposit rate of A- and above rated Islamic banks and windows based on actual investment.

Asset Alloc	ation (% of Total Assets)	29-Dec-17	30-Nov-17		
Shariah Compliant Funds		90.7%	94.8%		
Cash Equival	ents	9.2%	5.1%		
Others inclue	ding receivables	0.1%	0.1%		
Total		100.0%	100.0%		
Leverage		Nil	Nil		
Characteristics of Equity Portfolio***					
	PER	PBV	DY		
NIAAEF	9.3	2.0	4.7%		
KMI-30	9.8	2.6	4.7%		
***Based on NAFA's	sestimates				

Top Holdings (%age of total assets) (as on 29 December, 2017)

NAFA Active Allocation Riba Free Savings Fund	47.6%
NAFA Islamic Active Allocation Equity Fund	43.1%
Total	90.7%

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.

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 3,957,147/-If the same were not made the NAV per unit/ since inception return of scheme would be higher by Rs 0.7903/0.65%. For details investors are advised to read the Note 7 of the Financial Statements of the Scheme for the period ended September 30, 2017.

The objective of the Fund is to provide investors an opportunity to earn attractive return from an actively managed portfolio of Shari'ah Compliant Equity Fund and Income Fund.

Fund Manager's Commentary

Investment Objective

NAFA launched its NAFA Islamic Active Allocation Plan-II (NIAAP-II) in March 2016 which is the second plan under NAFA Islamic Active Allocation Fund-I. The Active Allocation Plan is dynamically managed between dedicated equity related and income schemes managed by NAFA based on the Fund Manager's outlook of the authorized asset-classes. The Plan is presently closed for new subscription. NIAAP-II has an initial maturity of two years.

Since inception, NIAAP-II has generated a return of 9.2% p.a versus benchmark return of 8.4% p.a. The current exposure in Equity Fund and Income Fund stands at 43.1% & 47.6%, respectively. The Plan can invest up to 100% in equity funds. We are confident that the Plan will generate good returns considering the improved macroeconomic and political outlook and dynamic equity allocation mechanism of the Fund.

Name of the Members of Investment Committee

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

Open Ended Shariah Compliant Fund of Funds

1) On invested amount in NAFA fund, no

0.48% p.a (including 0.12% government

Daily weighted return of KMI-30 Index &

6-month average deposit rates of three A

rated Islamic Banks/Islamic windows of

AM1 by PACRA (Very High Quality)

conventional banks as selected by MUFAP, based on Fund's actual allocation (which is combination of benchmarks of underlying schemes)

2) Cash in Bank account: 1.25% p.a.

Central Depository Company (CDC)



MONTHLY REPORT (MUFAP's Recommended Format) Unit Price (29/12/2017): Rs. 104.7492

December 2017

Performance					
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* June 28, 2016
NAFA Islamic Active Allocation Plan-III	0.5%	(10.5%)	(9.4%)	20.0%	5.0%
Benchmark**	0.5%	(8.3%)	(10.6%)	13.4%	3.1%
* Annualized Returns All other returns are cumulative	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:

Dealing Time:

Pricing Mechanism

Back end Load:

Management Fee:

Total Expense Ratio (%)

Custodian & Trustee:

Settlement:

Risk Profile

Listing:

Auditors:

Benchmark:**

Fund Size:

Type: Dealing Days:

Investment Objective

The objective of the Fund is to provide investors an opportunity to earn attractive return from an actively managed portfolio of Shari'ah Compliant Equity Fund and Income Fund.

Fund Manager's Commentary

NAFA launched its NAFA Islamic Active Allocation Plan-III (NIAAP-III) in June 2016 which is the third plan under NAFA Islamic Active Allocation Fund-I. The Active Allocation Plan is dynamically managed between dedicated equity related and income schemes managed by NAFA based on the Fund Manager's outlook of the authorized asset-classes. The Plan is presently closed for new subscription. NIAAP-III has an initial maturity of two years.

Since inception, NIAAP-III has generated a return of 5.0% p.a versus benchmark return of 3.1% p.a. The current exposure in Equity Fund and Income Fund stands at 51.8% & 43.4%, respectively. The Plan can invest up to 100% in equity funds. We are confident that the Plan will generate good returns considering the improved macroeconomic and political outlook and dynamic equity allocation mechanism of the Fund.

Fund Manager: Asset Manager Rating:

** effective from September 01, 2016; Previously daily weighted return of KMI-30 index & 6 month deposit rate of A- and above rated Islamic banks and windows based on actual investment.

lune 28, 2016

Rs. 724 million

2-3 business days

Forward Pricing

additional fee.

Low to moderate Pakistan Stock Exchange

A. F. Ferguson & Co.

Sajjad Anwar, CFA

Chartered Accountants

Nil

levies)

Daily - Monday to Friday (Mon - Thr) 9:00 A.M to 4:30 P.M

(Friday) 9:00 A.M to 5:00 P.M

Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Shariah Compliant Funds	95.2%	91.9%
Cash Equivalents	4.7%	8.0%
Others including receivables	0.1%	0.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY	
NIAAEF	9.3	2.0	4.7%	
KMI-30	9.8	2.6	4.7%	
*** Based on NAFA's estimates				

Top Holdings (%age of total assets) (as on 29 December, 2017)

NAFA Islamic Active Allocation Equity Fund	51.8%		
NAFA Active Allocation Riba Free Savings Fund	43.4%		
Total	95.2%		
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

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 3,817,847/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.5525/0.48%. For details investors are advised to read the Note 7 of the Financial Statements of the Scheme for the period ended September 30, 2017.

Name of the Members of Investment Committee

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



December 2017

Performance*				
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	Since Launch* September 30, 2016
NAFA Islamic Active Allocation Plan-IV	0.7%	(10.4%)	(9.3%)	0.5%
Benchmark	0.6%	(8.3%)	(10.6%)	1.2%
* Annualized Return The performance reported is net of management fee & all other expenses and based on dividend				

All Other returns are Cumulative

reinvestment gross of with-holding tax where applicable.

General Information

Launch Date:	September 30, 2016
Fund Size:	Rs. 568 million
Type:	Open Ended Shariah Compliant Fund of
, .	Funds
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 4:30 P.M
0	(Friday) 9:00 A.M to 5:00 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Back end Load:	Nil
Management Fee:	1) On invested amount in NAFA fund, no
-	additional fee.
	2) Cash in Bank account: 1.25% p.a.
Total Expense Ratio (%):	0.49% p.a (including 0.12% government levies)
Risk Profile:	Low to moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co.
	Chartered Accountants
Benchmark:	Daily weighted return of KMI-30 Index &
	6-month average deposit rates of three A
	rated Islamic Banks/Islamic windows of
	conventional banks as selected by MUFAP,
	based on Fund's actual allocation (which is
	combination of benchmarks of underlying schemes)
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Shariah Compliant Funds	90.6%	92.2%
Cash Equivalents	9.2%	7.7%
Others including receivables	0.2%	0.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY	
NIAAEF**	9.3	2.0	4.7%	
KMI-30	9.8	2.6	4.7%	
** Based on NAFA's estimates				

Top Holdings (%age of total assets) (as on 29 December, 2017)

NAFA Islamic Active Allocation Equity Fund	54.3%
NAFA Active Allocation Riba Free Savings Fund	36.3%
Total	90.6%
Total	90.6%

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

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 1,740,100/-If the same were not made the NAV per unit/since inception return of scheme would be higher by Rs 0.2965/0.28%. For details investors are advised to read the Note 7 of the Financial Statements of the Scheme for the period ended September 30, 2017.

Investment Objective

The objective of the Fund is to provide investors an opportunity to earn attractive return from an actively managed portfolio of Shari'ah Compliant Equity Fund and Income Fund.

Fund Manager's Commentary

NAFA launched its NAFA Islamic Active Allocation Plan-IV (NIAAP-IV) in September, 2016 which is the fourth plan under NAFA Islamic Active Allocation Fund-I. The Active Allocation Plan is dynamically managed between dedicated equity related and income schemes managed by NAFA based on the Fund Manager's outlook of the authorized asset-classes. The Plan is presently closed for new subscription. NIAAP-IV has an initial maturity of two years.

Since inception, NIAAP-IV has generated return of 0.5% p.a versus the benchmark return of 1.2% p.a. The current exposure in Equity Fund and Income Fund stands at 54.3% & 36.3%, respectively. The Plan can invest up to 100% in equity funds. We are confident that the Plan will generate good returns considering the improved macroeconomic and political outlook and dynamic equity allocation mechanism of the Fund.

Name of the Members of Investment Committee

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



December 2017

Performance*				
Performance Period	Dec 2017	FYTD 2018	Since Launch January 12 , 2017	
NAFA Islamic Active Allocation Plan-V	0.7%	(10.3%)	(11.4%)	
Benchmark	0.6%	(8.1%)	(12.6%)	
* Cumulative Returns [Returns are net of management fee & all other expenses]				

General Information

General Information		Investment Objective
Launch Date: Fund Size: Type: Dealing Days:	January 12, 2017 Rs. 1,217 million Open Ended Shariah Compliant Fund of Funds Daily – Monday to Friday	The objective of the Fund is to provide investors an opportunity to ear attractive return from an actively managed portfolio of Shari'ah Complian Equity Fund and Income Fund.
Dealing Time:	(Mon - Thr) 9:00 A.M to 4:30 P.M	Fund Manager's Commentary
Settlement: Pricing Mechanism Back end Load: Management Fee:	 (Friday) 9:00 A.M to 5:00 P.M 2-3 business days Forward Pricing Nil 1) On invested amount in NAFA fund, no additional fee. a) G. Lin P. (1957) 	NAFA launched its NAFA Islamic Active Allocation Plan-V (NIAAP-V) January, 2017 which is the fifth plan under NAFA Islamic Active Allocatio Fund-I. The Active Allocation Plan is dynamically managed betwee dedicated equity related and income schemes managed by NAFA based on the
Total Expense Ratio (%)	2) Cash in Bank account: 1.25% p.a. 0.45% p.a (including 0.12% government levies)	Fund Manager's outlook of the authorized asset-classes. The Plan is present closed for subscription. NIAAP-V has an initial maturity of two years.
Risk Profile Listing: Custodian & Trustee: Auditors: Benchmark: Fund Manager: Asset Manager Rating:	Low to moderate Pakistan Stock Exchange Central Depository Company (CDC) A. F. Ferguson & Co. Chartered Accountants Daily weighted return of KMI-30 Index & 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP, based on Fund's actual allocation (which is combination of benchmarks of underlying schemes) Sajjad Anwar, CFA AM1 by PACRA (Very High Quality)	Since inception unit price of NIAAP-V has decreased by 11.4% versus the benchmark decline of 12.6%. The current exposure in Equity Fund ar Income Fund stands at 55.0% & 36.7%, respectively. The Plan can invest up 100% in equity funds. We are confident that the Plan will generate god returns considering the improved macroeconomic and political outlook ar dynamic equity allocation mechanism of the Fund.

Shariah Compliant Funds	91.7%	92.8%
Cash Equivalents	8.1%	7.1%
Others including receivables	0.2%	0.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics	or Equity	Portion	0

	PER	PBV	DY	
NIAAEF**	9.3	2.0	4.7%	
KMI-30	9.8	2.6	4.7%	
** Based on NAFA's estimates				

Тор	Holdings (%age	of 1	total	assets)
	(as on 29 l	Decemb	er, 🛛	2017)	

NAFA Islamic Active Allocation Equity Fund	55.0%
NAFA Active Allocation Riba Free Savings Fund	36.7%
Total	91.7%

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

Name of the Members of Investment Committee

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



December 2017

Performance*				
Performance Period	Dec 2017	FYTD 2018	Since Launch May 26 , 2017	
NAFA Islamic Active Allocation Plan-VI	0.9%	(8.9%)	(14.0%)	
Benchmark	0.8%	(6.9%)	(13.9%)	
* Cumulative Returns [Returns are net of management fee & all other expenses]				

General Information

General Information		Investment Objective
Launch Date: Fund Size: Type: Dealing Days:	May 26, 2017 Rs. 553 million Open Ended Shariah Compliant Fund of Funds Daily – Monday to Friday	The objective of the Fund is to provide investors an opportunity to ear attractive return from an actively managed portfolio of Shari'ah Complian Equity Fund and Income Fund.
Dealing Time:	(Mon - Thr) 9:00 A.M to 4:30 P.M	Fund Manager's Commentary
Settlement: Pricing Mechanism Back end Load: Management Fee:	(Friday) 9:00 A.M to 5:00 P.M 2-3 business days Forward Pricing Nil 1) On invested amount in NAFA fund, no additional fee.	NAFA launched its NAFA Islamic Active Allocation Plan-VI (NIAAP-VI) in M 2017 which is the first plan under NAFA Islamic Active Allocation Fund-II. T Active Allocation Plan will be dynamically managed between dedicar equity related and income schemes managed by NAFA based on the Fu Manager's outlook of the authorized asset-classes. The plan is presently closed
Total Expense Ratio (%)	2) Cash in Bank account: 1.25% p.a. 0.59% p.a (including 0.12% government levies)	for subscription. NIAAP-VI has an initial maturity of two years.
Risk Profile Listing: Custodian & Trustee: Auditors:	Low to moderate Pakistan Stock Exchange Central Depository Company (CDC) KPMG Taseer Hadi & Co. Chartered Accountants	Since inception, unit price of NIAAP-VI has decreased by 14.0% versus benchmark decline of 13.9%. The current exposure in Equity Fund a Income Fund stands at 54.4% & 38.0%, respectively. The Plan can invest up 100% in equity funds. We are confident that the Plan will generate ge
Benchmark:	Daily weighted return of KMI-30 Index & 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP, based on Fund's actual allocation (which is combination of benchmarks of underlying schemes)	100% in equity funds. We are confident that the Plan will generate go returns considering the improved macroeconomic and political outlook a dynamic equity allocation mechanism of the Fund.
Fund Manager: Asset Manager Rating:	Sajjad Anwar, CFA AM1 by PACRA (Very High Quality)	

Shariah Compliant Funds	92.4%	90.7%
Cash Equivalents	7.4%	9.2%
Others including receivables	0.2%	0.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

	Characteristics of Equity Fortiono				
	PER	PRV/	DV		

	I LIX	IDV		
NIAAEF**	9.3	2.0	4.7%	
KMI-30	9.8	2.6	4.7%	
** Based on NAFA's estimates				

Top Holdings (%	age of total assets))
(as on 29 De	ecember, 2017)	

NAFA Islamic Active Allocation Equity Fund	54.4%
NAFA Active Allocation Riba Free Savings Fund	38.0%
Total	92.4%

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

Name of the Members of Investment Committee

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



December 2017

Performance*			
Performance Period	Dec 2017	FYTD 2018	Since Launch June 29 , 2017
NAFA Islamic Active Allocation Plan-VII	0.6%	(7.7%)	(7.7%)
Benchmark	0.6%	(6.2%)	(6.7%)
* Cumulative Returns [Returns are net of management fee	e & all other expenses]	' ,

[Returns are net of management fee & all other expenses]

General Information

C

Launch Date:	June 29, 2017	Th
Fund Size:	Rs. 205 million	att
Туре:	Open Ended Shariah Compliant Fund of Funds	Eq
Dealing Days:	Daily – Monday to Friday	LY
Dealing Time:	(Mon - Thr) 9:00 A.M to 4:30 P.M	Fu
	(Friday) 9:00 A.M to 5:00 P.M	I U
Settlement:	2-3 business days	NA
Pricing Mechanism	Forward Pricing	
Back end Load:	Nil	Jur
Management Fee:	1) On invested amount in NAFA fund, no	Fu
0	additional fee.	de
	2) Cash in Bank account: 1.25% p.a.	Fu
Total Expense Ratio (%)	0.62% p.a (including 0.13% government	clo
	levies	
Risk Profile	Low to moderate	
Listing:	Pakistan Stock Exchange	Sin
Custodian & Trustee:	Central Depository Company (CDC)	be
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants	Fu
Benchmark:	Daily weighted return of KMI-30 Index &	in
	6-month average deposit rates of three A	co
	rated Islamic Banks/Islamic windows of	
	conventional banks as selected by MUFAP,	eq
	based on Fund's actual allocation (which is	
	combination of benchmarks of underlying	
	schemes)	
Fund Manager:	Sajjad Anwar, CFA	
Asset Manager Rating:	AM1 by PACRA (Very High Quality)	
Asset Manager Rating.		

Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Shariah Compliant Funds	91.4%	91.5%
Cash Equivalents	8.4%	8.3%
Others including receivables	0.2%	0.2%
Total	100.0%	100.0%
Leverage	Nil	Nil

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-	naracter	100100		10109	101010	

	PER	PBV	DY	
NIAAEF**	9.3	2.0	4.7%	
KMI-30	9.8	2.6	4.7%	
** Based on NAFA's estimates				

Top Holdings (%age of total assets) (as on 29 December, 2017)

NAFA Islamic Active Allocation Equity Fund	53.8%
NAFA Active Allocation Riba Free Savings Fund	37.6%
Total	91.4%

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

ne objective of the Fund is to provide investors an opportunity to earn tractive return from an actively managed portfolio of Shari'ah Compliant quity Fund and Income Fund.

und Manager's Commentary

AFA launched its NAFA Islamic Active Allocation Plan-VII (NIAAP-VII) in ne, 2017 which is the second plan under NAFA Islamic Active Allocation und-II. The Active Allocation Plan will be dynamically managed between edicated equity related and income schemes managed by NAFA based on the und Manager's outlook of the authorized asset-classes. The Plan is presently osed for new subscription. NIAAP-VII has an initial maturity of two years.

nce inception, unit price of NIAAP-VII has decreased by 7.7% versus the enchmark decline of 6.7%. The current exposure in Equity Fund and Income und stands at 53.8% & 37.6%, respectively. The Plan can invest up to 100% equity funds. We are confident that the Plan will generate good returns onsidering the improved macroeconomic and political outlook and dynamic quity allocation mechanism of the Fund.

Name of the Members of Investment Committee

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



December 2017

Performance*		
Performance Period	Dec 2017	Since Launch November 03 , 2017
NAFA Islamic Active Allocation Plan-VIII	0.5%	(0.1%)
Benchmark	0.4%	(0.2%)
* Cumulative Returns // Returns	are net of management fee & all other exp	enses/

General Information

Launch Date: Fund Size: Type: Dealing Days:	November 3, 2017 Rs. 714 million Open Ended Shariah Compliant Fund of Funds Daily – Monday to Friday	The object attractive re Equity Fund
Dealing Time: Settlement: Pricing Mechanism	(Mon - Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M 2-3 business days Forward Pricing	Fund Ma NAFA laun November,
Back end Load: Management Fee:	Nil 1) On invested amount in NAFA fund, no additional fee. 2) Cash in Bank account: 1.25% p.a.	Fund-II.The dedicated e Fund Mana
Total Expense Ratio (%)	0.20% p.a (including 0.03% government levies)	closed for 1
Risk Profile Listing: Custodian & Trustee: Auditors: Benchmark:	Low to moderate Pakistan Stock Exchange Central Depository Company (CDC) KPMG Taseer Hadi & Co. Chartered Accountants Daily weighted return of KMI-30 Index & 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP, based on Fund's actual allocation (which is combination of benchmarks of underlying schemes)	Since incep benchmark Fund stand in equity f considering equity alloo
Fund Manager: Asset Manager Rating:	Sajjad Anwar, CFA AM1 by PACRA (Very High Quality)	

Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Shariah Compliant Funds	91.0%	94.8%
Cash Equivalents	8.8%	5.1%
Others including receivables	0.2%	0.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY	
NIAAEF**	9.3	2.0	4.7%	
KMI-30	9.8	2.6	4.7%	
** Based on NAFA's estimates				

Top Holdings (%age of total assets) (as on 29 December, 2017)

NAFA Active Allocation Riba Free Savings Fund	52.7%
NAFA Islamic Active Allocation Equity Fund	38.3%
Total	91.0%

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

ctive of the Fund is to provide investors an opportunity to earn return from an actively managed portfolio of Shari'ah Compliant nd and Income Fund.

anager's Commentary

nched its NAFA Islamic Active Allocation Plan-VIII (NIAAP-VIII) in r, 2017 which is the third plan under NAFA Islamic Active Allocation ne Active Allocation Plan will be dynamically managed between equity related and Income schemes managed by NAFA based on the nager's outlook of the authorized asset-classes. The Plan is presently new subscription. NIAAP-VIII has an initial maturity of two years.

eption, unit price of NIAAP-VIII has decreased by 0.1% versus the rk decline of 0.2%. The current exposure in Equity Fund and Income ds at 38.3% & 52.7%, respectively. The Plan can invest up to 100% funds. We are confident that the Plan will generate good returns ng the improved macroeconomic and political outlook and dynamic ocation mechanism of the Fund.

Name of the Members of Investment Committee

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



December 2017

Performance %					
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* January 18, 2016
NAFA Active Allocation Riba Free Savings Fund	4.2%	3.9%	3.7%	3.8%	4.0%
Benchmark**	2.6%	2.5%	2.6%	3.1%	3.3%
*Annualized Return Based on Morning Star Methodology All other returns are Annualized Simple Return		The perfori based on di	mance reported is net of mai vidend reinvestment gross o	nagement fee f with-holding	& all other expenses and g tax where applicable.

Investment Objective

General Information

No

General information		investment Objective
Launch Date: Fund Size: Fund Size (excluding investment by Fund of Funds)	January 18, 2016 Rs. 2,168 million Nil	To earn a reasonable rate of return along with a high degree of liquidity by investing in short-term Shari'ah compliant bank deposits and money market/debt securities.
Туре:	Open-end – Shariah Compliant Income Fund	Fund Manager Commentary
Dealing Days: Dealing Time: Settlement: Pricing Mechanism	Daily – Monday to Friday (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M 2-3 business days Forward Pricing	During the month under review, the Fund has generated an annualized return of 4.2% against the benchmark return of 2.6%. The performance is net of management fee and all other expenses.
Load: Management Fee: Total Expense Ratio:	Front end: 0% Back end: 0% 1.25% per annum 1.90% p.a. (including 0.33% government levies)	The Fund aims to consistently generate better return than the profit rates offered by Islamic Banks / Islamic windows of commercial banks, while also providing easy liquidity along with a high quality credit profile. The Fund is
Risk Profile: Fund stability rating Custodian & Trustee: Auditors:	Low "A-(f)" by PACRA Central Depository Company (CDC) A. F. Ferguson & Co.	allowed to invest in shariah compliant Government Securities of maturity up to 3 years as well as Shariah compliant money market and debt securities of up to 2 years maturity rated AA- or better.
Benchmark:**	Chartered Accountants 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP	Around 98% of net assets of the portfolio are allocated in bank deposits. The higher allocation in bank deposits is due to better yields as compared to other authorized alternative investment avenues. The weighted average
Fund Manager: Minimum Subscription	Muhammad Ali Bhabha, CFA, FRM Rs. 10,000/-	time-to-maturity of the Fund is 45 days.
Asset Manager Rating:	AM1 by PACRA (Very High Quality)	We will rebalance the allocation of the Fund proactively based on the capital
effective from September 01, 2016; Previously	Average of 6-Month deposit rates (A- & above rated Islamic banks)	market outlook.

Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Bank Deposits	91.1%	94.9%
GOP Ijara Sukuks - Govt. Backed	4.3%	4.4%
Commercial Papers	1.7%	-
Others including receivables	2.9%	0.7%
Total	100.0%	100.0%
Leverage	Nil	Nil
ote: Amount invested by fund of funds is Rs. 2,278 million		

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 1,535,693/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0072/0.07%. For details investors are advised to read note 6.1 of the financial statements of the Scheme for the period ended September 30, 2017

Name of the Members of Investment Committee

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

Notes: 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.

Credit Quality of the Portfolio as of 29 December, 2017 (% of Total Assets)

	· · · ·
GOP Ijarah Sukuk (AAA rated)	4.3%
AAA	51.1%
AA-	15.9%
A+	10.5%
A-	15.3%
Others including receivables	2.9%
Total	100.0%



December 2017

Performance							
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* January 18, 2016		
NAFA Islamic Active Allocation Equity Fund	0.9%	(15.2%)	(14.2%)	30.1%	14.9%		
Benchmark	0.8%	(12.7%)	(16.1%)	18.8%	15.0%		
* Annualized Return The performance reported is net of management fee & all other expenses and based on dividend reinvestment							

All Other returns are Cumulative

gross of with-holding tax where applicable.

General Information		Investment Objective			
Launch Date: Fund Size: Fund Size: (Excluding	January 18, 2016 Rs. 2,527 million	The objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio of Shari'ah Compliant listed equities.			
investment by fund of funds)	Nil	Fund Manager's Commentary			
Type: Dealing Days: Dealing Time:	Open Ended Shariah Compliant Equity Scheme Daily – Monday to Friday (Mon - Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M	NAFA launched its second open-end Islamic Equity Fund namely NAFA Islamic Active Allocation Equity Fund (NIAAEF) in January, 2016. The aim of the Fund is to provide growth to the investment of Unit holders over the long-term in approved Shariah compliant equities.			
Settlement: Pricing Mechanism Load: Management Fee: Risk Profile Total Expense Ratio (%)	 2-3 business days Forward Pricing Front end-0% Back end-0% 2% p.a High 3.25% p.a. (including 0.37% government levies) 	NIAAEF started off the month with an allocation of around 82% in equ which decreased to around 78% towards the end of the month. NIA outperformed the Benchmark in December as the Fund was underweig select Refinery, Power Generation & Distribution Companies, Oil & Marketing Companies, and Technology & Communication sectors st which underperformed the market and overweight in select Cement, Te Composite, and Commercial banks sectors stocks which outperformed market. During the month, the allocation was increased primarily in Oil & Exploration Companies, Power Generation & Distribution Companies, Fertilizer sectors, whereas it was reduced primarily in Automobile Assem Refinery, Oil & Gas Marketing Companies, and Cement sectors.			
Selling & Marketing Expenses Custodian & Trustee: Auditors:	0.4% per annum Central Depository Company (CDC) A. F. Ferguson & Co. Chartered Accountants				
Benchmark: Fund Manager: Asset Manager Rating:	KMI-30 Index Taha Khan Javed, CFA AM1 by PACRA (Very High Quality)	Top Ten Holdings (as on 29 December, 2017)			
Asset Allocation (% of To	tal Assets) 29-Dec-17 30-Nov-17	Name Asset Class % of Total Assets Name Asset Class % of Total Assets			

29-Dec-17	30-Nov-17	Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
78.1%	82.3%	Pakistan Oilfields Ltd	Equity	6.2%	Nishat Mills Ltd	Equity	3.9%
15.2%		Pak Petroleum Ltd	Equity	6.0%	Mari Petroleum Co Ltd	Equity	3.8%
		Oil & Gas Dev.Co	Equity	5.9%	Hub Power Company Ltd	Equity	3.2%
		Engro Corporation Ltd	Equity	5.4%	Attock Cem.Pak.Ltd	Equity	2.9%
	Nil	Engro Fertilizer Ltd	Equity	4.1%	Cherat Cement Co Ltd	Equity	2.8%
	78.1%	78.1% 82.3% 15.2% 15.9% 6.7% 1.8% 100.0% 100.0% Nil Nil	78.1% 82.3% 15.2% 15.9% 6.7% 1.8% 100.0% 100.0% Nil Nil	78.1% 82.3% Class 15.2% 15.9% Fakistan Oilfields Ltd Equity 6.7% 1.8% Oil & Gas Dev.Co Equity 100.0% 100.0% Engro Corporation Ltd Equity Nil Nil Engro Corporation Ltd Equity	29-Dec-17 S0-NOV-17 Name Class Assets 78.1% 82.3% Pakistan Oilfields Ltd Equity 6.2% 15.2% 15.9% Pakistan Oilfields Ltd Equity 6.2% 6.7% 1.8% Oil & Gas Dev.Co Equity 5.9% 100.0% 100.0% Forgo Corporation Ltd Equity 5.4% Forgo Fertilizer Ltd Equity 5.4% 5.4%	29-Dec-17 Stornov-17 Name Class Assets Name 78.1% 82.3% 15.2% 15.9% Fakisan Oilfields Ltd Equity 6.2% Nishat Mills Ltd 6.7% 1.8% Oil & Gas Dev.Co Equity 5.9% Hub Power Company Ltd 100.0% 100.0% Fargo Corporation Ltd Equity 5.4% Attock Cem.Pak.Ltd Forgo Fertilizer Ltd Equity 4.1% Cherat Cement Co.Ltd	Z9-Dec-17 Store Class Assets Name Class 78.1% 82.3% 15.2% 15.9% 6.7% 1.8% 100.0% 100.0% Nil Nil

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Characteristics of Equity Portiono ¹¹					
	PER	PBV	DY		
NIAAEF	9.3	2.0	4.7%		
KMI-30	9.8	2.6	4.7%		
** Based on NAFA's estimates					

Iop Five Sectors (% of Iotal Assets) (as on 29 D	ecember, 2017)
Oil & Gas Exploration Companies	21.9%
Cement	11.4%
Fertilizer	10.8%
Oil & Gas Marketing Companies	6.3%
Textile Composite	5.5%
Others	22.2%

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 29,057,183/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.1288/0.99%. For details investors are advised to read the Note 8 of the Financial Statements of the Scheme for the period ended September 30, 2017.

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.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA Sajjad Anwar, CFA Taha Khan Javed, CFA Hassan Raza, CFA



December 2017

Performance %						
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* April 21, 2016	
NAFA Islamic Energy Fund	(1.6%)	(7.4%)	(7.9%)	32.2%	18.9%	
Benchmark	0.8%	(12.7%)	(16.1%)	18.8%	9.4%	
* Annualized Return	The performance reported is net of management fee & all other expenses and based on dividend reinvestment					

All Other returns are Cumulative

gross of with-holding tax where applicable.

General Information

Launch Date: Fund Size: Type: Dealing Days: Dealing Time:

Settlement: Pricing Mecha Load:*

Pricing Mechanism	Forward Pricing
Load:**	Front End Load (Individual): 3% (Nil on
	investment above Rs. 101 million)
	Front End Load (Other): 3% (Nil on
	investment above Rs. 50 million)
	Back End Load: NIL
Management Fee:	2% p.a
Total Expense Ratio (%)	3.28% p.a (including 0.38% government levies)
Selling & Marketing Expenses	0.4% per annum
Risk Profile	High
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Ćo.
	Chartered Accountants
Benchmark:	KMI-30 Index
Fund Manager:	Taha Khan Javed, CFA
Minimum	Growth Unit: Rs. 10,000/-
Subscription:	Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

April 21, 2016

Rs. 2,150 million

2-3 búsiness davs

Daily – Monday to Friday

(Mon - Thr) 9:00 A.M to 4:30 P.M

(Friday) 9:00 A.M to 5:00 P.M

Open Ended Shariah Compliant Equity Scheme

Investment Objective

The objective of NAFA Islamic Energy Fund is to provide investors with long term capital growth from an actively managed portfolio of Shari'ah Compliant listed equities belonging to the Energy Sector.

Fund Manager's Commentary

NAFA launched its third open-end Islamic Equity Fund namely NAFA Islamic Energy Fund (NIEF) in April, 2016. The aim of the Fund is to provide growth to the investment of Unit holders over the long-term in approved Shariah compliant energy stocks.

NIEF started off the month with an allocation of around 80% in equities, which increased to around 86% towards the end of the month. NIEF underperformed the Benchmark in December as the Fund was overweight in select Energy sectors stocks which underperformed the market. During the month, the allocation was increased primarily in Power Generation & Distribution Companies Sector and Oil & Gas Exploration companies, whereas it was reduced in Oil & Gas Marketing Companies and Refinery Sectors.

**effective from January 02, 2017

			112
Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17	
Equities / Stocks	85.5%	80.1%	
Cash Equivalents	13.2%	17.9%	ľ
Others including receivables	1.3%	2.0%	Ľ
Total	100.0%	100.0%	
Leverage	Nil	Nil	

Characteristics of Equity Portfolio***

		/		
	PER	PBV	DY	
NIEF	9.3	2.9	4.8%	
KMI-30	9.8	2.6	4.7%	
*** Based on NAFA's estimates				

Sectors (% of Total Assets) (as on 29 December, 2017)

Oil & Gas Exploration Companies	43.6%
Oil & Gas Marketing Companies	27.1%
Power Generation & Distribution	12.7%
Refinery	2.1%

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.

Sindh Workers' Welfare Fund (SWWF)

The Scheme has maintained provisions against sindh worker's welfare Fund's liability to the tune of Rs. 14,050,896/- if the same were not made the NAV Per unit/return of the Scheme would be higher by Rs 0.0793/0.60%. For details investors are advised to read the note 9 of the Financial Statements of the Scheme for the period ended September 30, 2017.

Top Tell Holdings (as on 29 December, 2017)						
Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets	
Pakistan Petroleum Ltd	Equity	12.8%	Hub Power Company Ltd	Equity	6.6%	
Pakistan Oilfields Ltd	Equity	12.7%	Pakistan State Oil Co Ltd	Equity	6.2%	
Oil & Gas Dev Co Ltd	Equity	9.9%	Shell Pakistan Ltd	Equity	5.0%	
Mari Gas Company Ltd	Equity	8.1%	Attock Petroleum Ltd	Equity	4.0%	
Sui Northern Gas Ltd	Equity	6.8%	K Electric Ltd	Equity	2.6%	

Ton Ton Holdings (as on 29 December 2017)

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA Sajjad Anwar, CFA Taha Khan Javed, CFA Hassan Raza, CFA