



NBP Fullerton
Asset Management Ltd.
A Subsidiary of
National Bank of Pakistan



Rated by PACRA

Fund Manager Report

February 2016

Investment of Rs. 1 Crore in
NAFA Islamic Asset Allocation Fund
grew to Rs. 3.6 Crores in
only 6 Years*

Shariah Supervisory Board

- Dr. Imran Ashraf Usmani
- Mufti Ehsan Waquar
- Mufti Naveed Alam

You can invest with Rs.10,000 only

| Performance of NAFA Islamic Asset Allocation Fund (NIAAF) as of December 31, 2015 | | | | | | | |
|---|-----------------------------|------|------|------|------|------|------|
| | Total Return 2010 - 2015 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
| NIAAF | 257% | 19% | 30% | 30% | 30% | 8% | 28% |
| Benchmark** | 149% | 8% | 13% | 25% | 25% | 7% | 22% |

Annualized return since inception of Fund on October 26, 2007 is 15.8% p.a. vs Benchmark return of 11.1% p.a.

* Ending December 31, 2015

- NIAAF is a Shariah Compliant Asset Allocation Scheme rated ★★★★★ by PACRA.

**Benchmark: (1 / 3 KMI-30 Index, Islamic Bank Deposits, 6-months KIBOR). The Fund category was changed to Islamic Asset Allocation from Islamic Balanced with effect from April 22, 2014. Previous benchmark was 50% KMI-30 Index & 50% 3-months Islamic bank deposits.

Disclaimer: 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. Taxes apply.

For Information & Investment

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www.nafafunds.com

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Your investments & "NAFA" grow together



FULLERTON FUND
MANAGEMENT

Joint - Venture Partners

Note: Detailed monthly reports of NAFA Funds are available on our website at www.nafafunds.com

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Performance Summary of NAFA's Key Funds



"February 2016"

| | | Fund Name | Fund Size (Rs. In Crore) | Stability Rating* | Inception Date | Feb- 2016 | FYTD 2016 | Rolling 12 Months | FY 2015 | FY 2014 | FY 2013 | FY 2012 | FY 2011 | Since Inception | |
|--|------------------------------------|--|-----------------------------|----------------------|---------------------------|---------------------------|--------------|----------------------|------------|------------|------------|------------|------------|--------------------|---------------------------|
| | | Fixed Income Funds | | | Annualized Returns | | | | | | | | | | |
| Lowest Risk ↓ Moderate Risk ↓ Highest Risk | NGSLF | NAFA Government Securities Liquid Fund | 446 | AAA (f) | 15-May-09 | 5.8% | 5.7% | 6.2% | 8.3% | 8.1% | 8.7% | 10.9% | 11.5% | 9.3% | |
| | | Benchmark | | | | 5.6% | 6.1% | 6.6% | 8.7% | 8.6% | 8.9% | 10.8% | 11.4% | 9.5% | |
| | NMMF | NAFA Money Market Fund | 476 | AA (f) | 23-Feb-12 | 6.5% | 6.2% | 7.1% | 8.9% | 8.2% | 9.2% | n/a | n/a | 8.5% | |
| | | Benchmark | | | | 4.3% | 4.7% | 5.1% | 6.8% | 6.9% | 6.8% | n/a | n/a | 6.5% | |
| | NSPF | NAFA Savings Plus Fund | 55 | AA- (f) | 21-Nov-09 | 6.1% | 6.3% | 6.9% | 8.7% | 7.9% | 8.8% | 11.0% | 10.6% | 9.1% | |
| | | Benchmark | | | | 4.4% | 4.8% | 5.1% | 6.7% | 7.1% | 7.3% | 8.4% | 8.4% | 7.3% | |
| | NRFSS | NAFA Riba Free Savings Fund | 151 | A (f) | 20-Aug-10 | 5.3% | 5.6% | 6.0% | 7.4% | 7.8% | 8.7% | 10.8% | n/a | 8.6% | |
| | | Benchmark | | | | 4.6% | 5.0% | 5.4% | 6.7% | 6.7% | 7.3% | 8.3% | n/a | 7.1% | |
| | NFSIF | NAFA Financial Sector Income Fund | 96 | A+ (f) | 28-Oct-11 | 6.0% | 6.5% | 7.9% | 10.9% | 7.9% | 9.3% | n/a | n/a | 9.4% | |
| | | Benchmark | | | | 5.8% | 6.1% | 6.4% | 8.3% | 8.9% | 9.0% | n/a | n/a | 8.7% | |
| | NIAIF | NAFA Income Opportunity Fund | 1,012 | A- (f) | 21-Apr-06 | 6.6% | 7.9% | 9.2% | 13.2% | 16.6% | 10.3% | (0.5%) | 5.5% | 8.5% | |
| | | Benchmark | | | | 6.4% | 6.7% | 6.9% | 9.0% | 9.8% | 9.9% | 12.4% | 13.4% | 11.0% | |
| | NIOF | NAFA Islamic Aggressive Income Fund | 208 | A- (f) | 26-Oct-07 | 5.9% | 7.5% | 8.0% | 9.2% | 13.6% | 6.8% | 19.0% | 9.0% | 6.8% | |
| | | Benchmark | | | | 4.6% | 4.9% | 5.3% | 6.6% | 6.5% | 7.0% | 7.9% | 7.1% | 6.6% | |
| | | | Equity Related Funds | | | Cumulative Returns | | | | | | | | | Annualized Returns |
| | NAAF | NAFA Asset Allocation Fund | 116 | *** (3-star) | 20-Aug-10 | (1.3%) | (3.0%) | 2.1% | 24.6% | 13.7% | 32.0% | 14.4% | n/a | 17.8% | |
| Benchmark | | | | | 0.7% | (2.9%) | (1.8%) | 7.4% | 14.2% | 17.1% | 8.1% | n/a | 10.0% | | |
| NMMF | NAFA Multi Asset Fund | 139 | **** (4-star) | 19-Jan-07 | (1.1%) | (3.7%) | 0.6% | 26.8% | 25.4% | 34.1% | 15.5% | 25.3% | 14.8% | | |
| | Benchmark | | | | 0.9% | (5.5%) | (5.0%) | 7.6% | 17.9% | 22.4% | 8.0% | 17.5% | 7.7% | | |
| NIAAF | NAFA Islamic Asset Allocation Fund | 367 | **** (4-star) | 26-Oct-07 | (0.8%) | 0.3% | 7.4% | 33.8% | 22.2% | 36.3% | 13.2% | 28.4% | 15.3% | | |
| | Benchmark | | | | 0.3% | 0.6% | 4.5% | 12.1% | 17.7% | 28.9% | 11.1% | 24.4% | 10.8% | | |
| NSF | NAFA Stock Fund | 568 | ***** (5-star) | 19-Jan-07 | (2.1%) | (6.5%) | (1.9%) | 36.9% | 36.3% | 55.0% | 22.0% | 28.4% | 15.5% | | |
| | Benchmark | | | | 1.1% | (14.8%) | (16.1%) | 5.7% | 26.0% | 36.0% | 2.9% | 21.2% | 3.5% | | |
| NISF | NAFA Islamic Stock Fund | 144 | - | 9-Jan-15 | (2.9%) | (3.7%) | 3.9% | n/a | n/a | n/a | n/a | n/a | 6.4% | | |
| | Benchmark | | | | (0.2%) | (6.1%) | 0.2% | n/a | n/a | n/a | n/a | n/a | 2.2% | | |

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 Income Tax Ordinance.
 3) Taxes Apply. Capital Gains Tax (CGT) rate for individual is 10% for up to four years holding period. For holding period of more than 4 years CGT is exempt. For NSF & NISF Capital Gains Tax (CGT) rate for individual is 12.5% for holding period up to four years if dividend receipts of the Fund are less than capital gain.

n/a = Not applicable.

*Star ranking has been assigned for 3 years performance period ending June 30, 2015 by PACRA. For NIAAF, performance period is 1 year Asset Manager Rating: AM2+ by PACRA (High Investment Management Standards)

Note: Detailed monthly reports of NAFA Funds are available on our website at www.nafafunds.com

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.

Dr. Amjad Waheed, CFA
Chief Executive Officer

Stock Market Outlook

Energy stocks hold tremendous upside potential over the medium term

The local equity market was unable to repeat the robust performance of the past few years in CY15. More specifically, the benchmark KSE-100 Index eked out a paltry 2% return during CY15 year versus a healthy 28% average annual rise witnessed during 2011-2014 period. Nonetheless, our flagship NAFA Stock Fund continued its tradition of out-performance versus the stock market, rising by 11% versus 2% increase in the KSE 100 Index in 2015. This 9% out-performance of the Fund is net of management fee, and all other expenses. During the 4 years (CY11-14) period, when the stock market performed well, NAFA Stock Fund rose by 224% versus 167% rise in the stock, thus out-performing the stock market by a hefty 57% (net of management fee, and all other expenses).

The stock market has struggled in the first two months of 2016 with the KSE-100 Index declining by 4.4%. We ascribe this lackluster performance of the stock market in large part to a short-term corporate earnings slowdown led by oil and gas stocks, driven by continuous decline in crude oil prices and unabated selling by foreign investors. At current levels, these energy stocks offer tremendous upside potential considering even a partial recovery in oil prices to USD 50/bbl over the next 12 months. Further, recent indiscriminate sell-off in the emerging markets, as captured in 24% decline in MSCI Emerging Market Index since June 2015, has created compelling investment opportunities for value investors. Consequently, large global fund managers have recently become bullish on emerging markets. We expect foreign selling in the local bourses to abate given improving domestic economic prospects and attractive stock market valuations as reflected by 8 times forward estimated earnings.

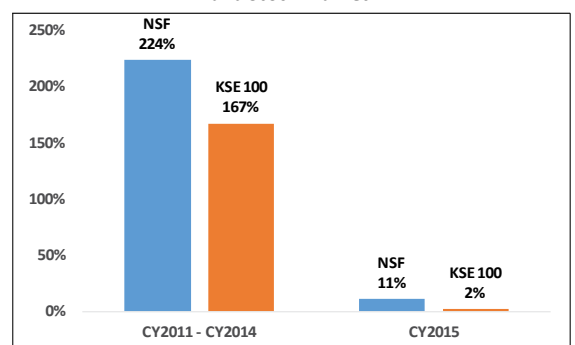
Though it is very difficult to forecast future oil prices in the shifting paradigm, International Energy Agency (IEA), a leading authority on oil, in its recently released Medium-Term Oil Market Report expects oil supply and demand to balance in 2017 with increasing deficits from 2018 onwards. The report notes with concern the 17% expected fall in global oil exploration and production CAPEX in 2016, following a 24% drop in 2015. This insufficient investment increases the odds of supply constraints resulting in a gradual rise in oil price in 2017. IEA expects oil prices to rise gradually to USD80/bbl by 2020.

Global Oil Balance Summary (million barrels per day)

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|---------------------------|-------------|-------------|-------------|--------------|--------------|--------------|--------------|
| World Demand | 94.4 | 95.6 | 96.9 | 98.2 | 99.3 | 100.5 | 101.6 |
| Non-OPEC Supply | 57.7 | 57.1 | 57 | 57.6 | 58.3 | 58.9 | 59.7 |
| OPEC Crude | 32 | 32.8 | 33 | 33 | 33.2 | 33.5 | 33.6 |
| OPEC NGLS etc | 6.7 | 6.9 | 7 | 7.1 | 7.1 | 7.1 | 7.2 |
| Total World Supply | 96.4 | 96.8 | 97 | 97.7 | 98.6 | 99.5 | 100.5 |
| Surplus/(deficit) | 2 | 1.2 | 0.1 | (0.5) | (0.7) | (1) | (1.1) |

Source: International Energy Agency

Comparative Performance of NAFA Stock Fund (NSF) and Stock Market



In line with its vision to offer innovative products to help investors meet their varying investment objectives, NAFA is launching a Shariah-Compliant Energy Fund to capture the tremendous upside, offered by beaten down energy stocks. The Fund would invest in upstream and downstream oil and gas, refineries and power shares. We believe the aforesaid Fund would offer good return to investors with a medium-term investment horizon.

Stock Market Review

The stock market remained in the doldrums amid heightened volatility primarily driven by global developments, closing the month essentially flat. The month started on a positive note with gains of around 4.5% witnessed in the first week before a sharp decline of around 2100 points in the subsequent two weeks, more than offsetting the earlier increase. However, a decent recovery was witnessed in the last week led by Oil & Gas and Fertilizer sectors. Global Equity markets are contending with divergent monetary policy in advance economies with spillover and spillback into real economic activity, currency, bond and commodity markets; concerns on the slowing global economies led by China; safe heaven flows into sovereign bonds; and shifting political & geopolitical risks. During the month, we saw some above expected corporate results announcements that provided some respite to the nervous investors. A notable development of the month was a decent 25% recovery in global oil prices from their February lows even though prices are still around 70% below their 2014 peaks. However, for local equities, one factor that continued to weigh on the performance was foreign selling which was recorded at around US \$ 40 million for February, up on heels of US \$ 50 million outflow during the previous month.

During the month, Commercial Banks and Power sectors performed better than the market, whereas, Automobile Assembler, Cement, Oil & Gas Exploration, Oil & Gas Marketing, and Textile Composite sectors lagged behind. Commercial Banks sector managed to eke out some return driven by a few above expected earnings announcements and payouts; unchanged policy rate in the last monetary policy review meeting; and cheap valuations of the sector. Healthy payouts by select power companies in an environment of depressed yield on fixed income avenues resulted in out-performance of the power sector. Despite healthy corporate results announcements, Automobile & Assembler sector lagged the market because of risks to future earnings amid strengthening of Japanese Yen against the US Dollar. After a strong run, Cement sector took a breather during the month defying the robust earnings announcements and sanguine future earnings outlook. Oil & Gas Sector slightly underperformed amid unabated foreign selling and cautious stance of the local investors on the global oil prices. Textile Composite sector remained a laggard due to lack of investors' interest.

Going forward, we maintain our stance that investors have plenty of reasons to remain optimistic on the stock market such as attractive valuations as captured in 8 times forward PE; benign near-term inflation and interest rate outlook; comfortable external account position; and improving macroeconomic prospects. In view of the above, we believe the stock market is well placed to deliver a healthy double digit return in CY16 driven by around 6% dividend yield and likely rerating of the market amid improving economic indicators. That said these returns may be accompanied by sporadic volatility spikes amid uncertain global economic environment and associated monetary policy moves; and rising geopolitical risks. To navigate this challenging investment landscape, we recommend investors to keep a long-term perspective and avoid timing the market at every swing.

Money Market Review

Helped by continued decline in domestic petroleum product prices and its pass through impact, inflation remained anchored as captured in subdued core and broad measures. Inflation as measured by CPI for the Feb 2016 clocked in line with the market expectation at 4.0% as compared to last month reading of 3.3%. Inflationary pressures are likely to remain at bay over the short-term amid further cut in domestic petroleum prices effective for the month of March. SBP Open Market Operation (OMO) injection stands at Pak Rupee 1.3 trillion after touching a high of Pak Rupee 1.4 trillion levels during the month. External account position remains comfortable with decent accumulation of FX reserves that currently stand at US \$ 20.3 billion. However, sustainable improvement in external account entails arresting the declining trend in exports. Pak Rupee remained stable, closing the month at Pak Rupee 104.6/US \$ in the interbank market.

In the two T-Bill auctions during the month, MoF accepted Rs. 548 billion against the target of Rs.600 billion and maturity of Rs.581 billion. The cut-off annualized yields for the last T-Bill auction were noted at 6.21%, 6.22% and 6.24% for 3, 6 and 12 month tenors respectively. T-Bills auctions bid pattern skewed towards 12 months tenor as compared to 3 and 6 months. In the PIB auction held on 24th February 2016, MoF accepted an amount of Rs.141 billion against the target of Rs.50 billion and total participation of Rs.245 billion at a cut-off yield of 6.35%, 7.05% and 8.25% in the 3 year, 5 year and 10 year respectively whereas, no bid was received in 20 year tenors. The bid pattern witnessed a major shift towards 5 year tenor followed by 3 and 10 year tenors respectively. On 8th February 2016, Fixed Rental Rate GOP Ijara Sukuk Auction was conducted wherein an amount of Rs.116 billion was accepted against the target of Rs.100 billion at a yield of 6.1%.

We have adjusted the portfolio of our money market and income funds based on the 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

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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.

| Performance % | | | | | | | | | |
|--|----------|-----------|---------------------------------|---------|---------|---------|---------|---------|----------------------------|
| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | FY 2014 | FY 2013 | FY 2012 | FY 2011 | Since Launch May 15, 2009* |
| NAFA Government Securities Liquid Fund | 5.8% | 5.7% | 6.2% | 8.3% | 8.1% | 8.7% | 10.9% | 11.5% | 9.3% |
| Benchmark | 5.6% | 6.1% | 6.6% | 8.7% | 8.6% | 8.9% | 10.8% | 11.4% | 9.5% |

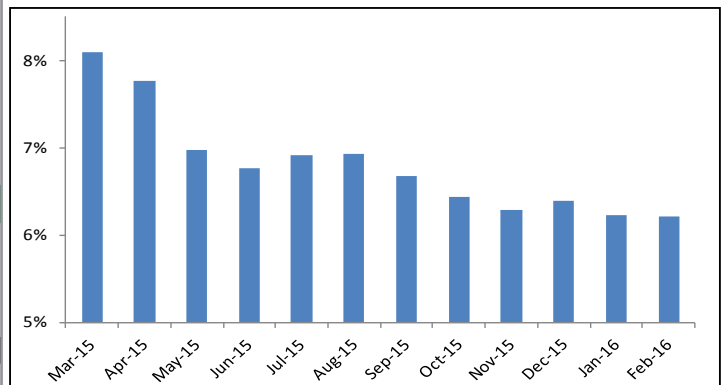
* Annualized Return Based on Morning Star Methodology
All other returns are Annualized Simple Return

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 | Investment Objective |
|---|--|
| <p>Launch Date: May 15, 2009</p> <p>Fund Size: Rs. 4,460 million</p> <p>Type: Open-end – Money Market Fund</p> <p>Dealing Days: Daily – Monday to Saturday</p> <p>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</p> <p>Settlement: 2-3 business days</p> <p>Pricing Mechanism: Forward Pricing</p> <p>Load: Front end: 0%, Back end: 0%</p> <p>Management Fee: 8% of Net Income (Min 0.5% p.a., Max 1.25% p.a.)</p> <p>Risk Profile: Exceptionally Low</p> <p>Fund Stability Rating: "AAA (f)" by PACRA</p> <p>Listing: Pakistan Stock Exchange</p> <p>Custodian & Trustee: Central Depository Company (CDC)</p> <p>Auditors: KPMG Taseer Hadi & Co. Chartered Accountants</p> <p>Benchmark: 70% 3-Month T-Bills & 30% average 3-Month deposit rates (AA & above rated banks)</p> <p>Fund Manager: Muhammad Ali Bhabha, CFA, FRM</p> <p>Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-</p> <p>Asset Manager Rating: AM2+ by PACRA (High Investment Management Standards)</p> | <p>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.</p> <p>Fund Manager Commentary</p> <p>The Fund earned an annualized return of 5.8% during February 2016 versus the Benchmark return of 5.6%. The annualized return for FYTD is 5.7% against the Benchmark return of 6.1%. The return generated by the Fund is net of management fees and all other expenses.</p> <p>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 around 78.4% of the Fund size. While at the end of the month, T-Bills comprised around 80.3% of the Total Assets and 83.6% of Net Assets. Weighted average time to maturity of the Fund is 8 days.</p> <p>We will rebalance the allocation of the portfolio proactively based on the capital market outlook.</p> |

| Asset Allocation (% of Total Assets) | 29-Feb-16 | 30-Jan-16 |
|--------------------------------------|---------------|---------------|
| T-Bills | 80.3% | 67.7% |
| Placements with DFIs | 10.8% | 8.6% |
| Bank Deposits | 8.2% | 23.2% |
| Other including receivables | 0.7% | 0.5% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Monthly average yield of 3-month T-Bills for the last 12 months



WORKERS' WELFARE FUND (WWF)

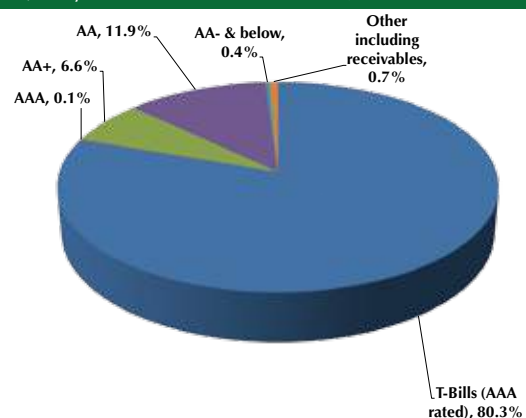
The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 115,240,318/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.2720/2.74%. For details investors are advised to read note 11.1 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Syed Suleman Akhtar, 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 Income Tax Ordinance.

Credit Quality of the Portfolio as of Feb 29, 2016 (% of Total Assets)



NAFA Money Market Fund (NMMF)



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/02/2016): Rs. 10.2363

February 2016

Performance %

| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | FY 2014 | FY 2013 | Since Launch February 23, 2012* |
|------------------------|----------|-----------|---------------------------------|---------|---------|---------|---------------------------------|
| NAFA Money Market Fund | 6.5% | 6.2% | 7.1% | 8.9% | 8.2% | 9.2% | 8.5% |
| Benchmark | 4.3% | 4.7% | 5.1% | 6.8% | 6.9% | 6.8% | 6.5% |

* 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. 4,755 Million |
| Type: | Open-end – Money Market Fund |
| Dealing Days: | Daily – Monday to Saturday |
| Dealing Time: | (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M (Saturday) 9:00 A.M to 1:00 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism: | Forward Pricing |
| Load: | Front end: without Life Insurance: 0.5%, with Life Insurance 3% (Nil on investment above Rs. 16 million), Back end: 0% |
| Management Fee: | 8% of Net Income (Min 0.5% p.a., Max 1.00% p.a.) |
| Risk Profile: | Very Low |
| Fund Stability Rating: | "AA (f)" by PACRA |
| Listing: | Pakistan Stock Exchange |
| Custodian & Trustee: | Central Depository Company (CDC) |
| Auditors: | A. F. Ferguson & Co Chartered Accountants |
| Benchmark: | 3-Month deposit rates (AA & above rated banks) |
| Fund Manager: | Salman Ahmed |
| Minimum Subscription: | Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/- |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) |

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 6.5% during February 2016 versus the Benchmark return of 4.3%, thus registering an outperformance of 2.2% p.a. Since its launch in February 2012, the Fund has outperformed its Benchmark by 2.0% p.a. by earning an annualized return of 8.5%. This outperformance is net of management fee and all other expenses.

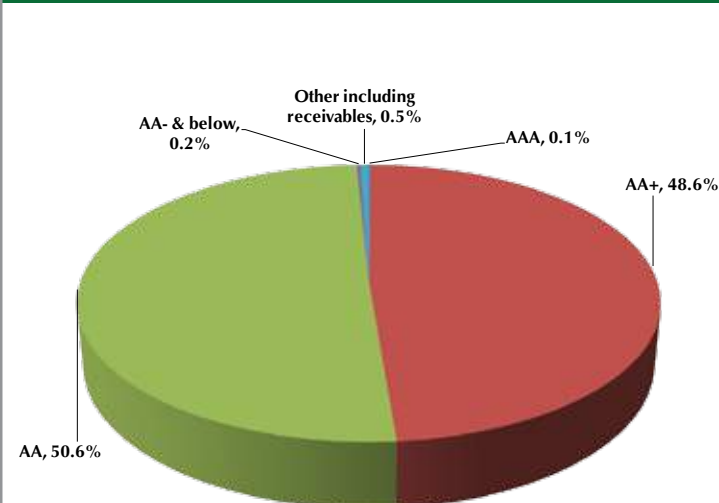
Being a money market scheme, the Fund has very restrictive investment guidelines. The authorized investments of the Fund include T-Bills, Bank Deposits and Money Market instruments. Minimum eligible rating is AA, while the Fund is not allowed to invest in any security exceeding six months maturity. The 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 1 day. We will rebalance the allocation of the portfolio proactively based on the capital market outlook.

Asset Allocation (% of Total Assets) 29-Feb-16 30-Jan-16

| | | |
|------------------------------|---------------|---------------|
| Placements with DFIs | 0.0% | 9.6% |
| Bank Deposits | 99.5% | 89.7% |
| Others including receivables | 0.5% | 0.7% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Credit Quality of the Portfolio as of Feb 29, 2016 (% of Total Assets)



WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 69,380,310/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.1493/1.56%. For details investors are advised to read note 9 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Syed Suleman Akhtar, CFA
Salman Ahmed

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 Income Tax Ordinance.

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.

Performance %

| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | Since Launch July 10, 2014* |
|---|----------|-----------|---------------------------------|-----------------------------|
| NAFA Government Securities Savings Fund | 5.5% | 6.8% | 8.0% | 11.3% |
| Benchmark | 5.5% | 6.3% | 7.0% | 8.0% |

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

General Information

| | |
|-----------------------|--|
| Launch Date: | July 10, 2014 |
| Fund Size: | Rs. 425 Million |
| Type: | Open-end – Income Fund |
| Dealing Days: | Daily – Monday to Saturday |
| Dealing Time: | (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M (Saturday) 9:00 A.M to 1:00 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism | Forward Pricing |
| Load: | Front end: 1% (Nil on investment above Rs. 16 million) Back end: 0% |
| Management Fee: | 10% of Net Income (Min 0.5% p.a., Max 1.00% p.a.) |
| Risk Profile: | Low |
| Fund stability rating | "AA- (f)" by PACRA |
| Listing: | Pakistan Stock Exchange |
| Custodian & Trustee: | Central Depository Company (CDC) |
| Auditors: | KPMG Taseer Hadi & Co. Chartered Accountants |
| Benchmark: | 70% average 6-Month PKRV & 30% average 3-Month deposit rates (A+ & above rated banks) |
| Fund Manager: | Asad Haider |
| Minimum Subscription: | Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/- |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) |

Investment Objective

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

Fund Manager Commentary

During the month under review, the Fund has generated an annualized return of 5.5% against the benchmark return of 5.5%. Since its launch in July 2014, the Fund offered an annualized return of 11.3% against the Benchmark return of 8.0%, hence an outperformance of 3.3% p.a. This outperformance is net of management fee and all other expenses.

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

As the asset allocation of the Fund shows, exposure in Government Securities was around 85% of the Total Assets and 86% of Net Assets at the end of the month with average time to maturity of 0.7 year and Yield to Maturity of 6.2% p.a. Last one year allocation in Government Securities was around 78.9%. The weighted average time-to-maturity of the Fund is 0.6 year.

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

Asset Allocation (% of Total Assets)

| | 29-Feb-16 | 30-Jan-16 |
|-----------------------------|-----------|-----------|
| PIBs | 13.8% | 16.7% |
| Tbills | 70.8% | 62.0% |
| Placements with Banks | 5.8% | 7.0% |
| Bank Deposits | 9.0% | 21.0% |
| Other including receivables | 0.6% | (6.7%) |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

WORKERS' WELFARE FUND (WWF)

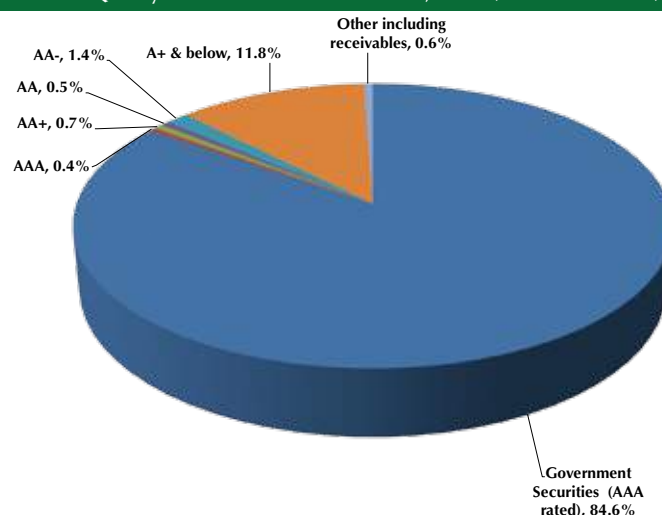
The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 1,621,195/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0410/0.41%. For details investors are advised to read note 11.1 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Syed Suleman Akhtar, CFA
Asad Haider

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 Income Tax Ordinance.

Credit Quality of the Portfolio as of Feb 29, 2016 (% of Total Assets)



NAFA Savings Plus Fund (NSPF)



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/02/2016): Rs. 10.5416

February 2016

Performance %

| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | FY 2014 | FY 2013 | FY 2012 | FY 2011 | Since Launch November 21, 2009* |
|------------------------|----------|-----------|---------------------------------|---------|---------|---------|---------|---------|---------------------------------|
| NAFA Savings Plus Fund | 6.1% | 6.3% | 6.9% | 8.7% | 7.9% | 8.8% | 11.0% | 10.6% | 9.1% |
| Benchmark | 4.4% | 4.8% | 5.1% | 6.7% | 7.1% | 7.3% | 8.4% | 8.4% | 7.3% |

* 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: | November 21, 2009 |
| Fund Size: | Rs. 550million |
| Type: | Open-end – Income fund |
| Dealing Days: | Daily – Monday to Saturday |
| Dealing Time: | (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M (Saturday) 9:00 A.M to 1:00 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism: | Forward Pricing |
| Load: | Front end: without Life Insurance: 0.5%, with Life Insurance 3% (Nil on investment above Rs. 16 million), Back end: 0% |
| Management Fee: | 10% of Net Income (Min 0.5% p.a., Max 1.50% p.a.) |
| Risk Profile: | Very Low |
| Fund Stability Rating: | "AA- (f)" by PACRA |
| Listing: | Pakistan Stock Exchange |
| Custodian & Trustee: | Central Depository Company (CDC) |
| Auditors: | KPMG Taseer Hadi & Co. Chartered Accountants |
| Benchmark: | Average 6-Month deposit rate (A & above rated banks) |
| Fund Manager: | Muhammad Ali Bhabha, CFA, FRM |
| Minimum Subscription: | Growth Unit: Rs. 1,000/- Income Unit: Rs. 100,000/- |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) |

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

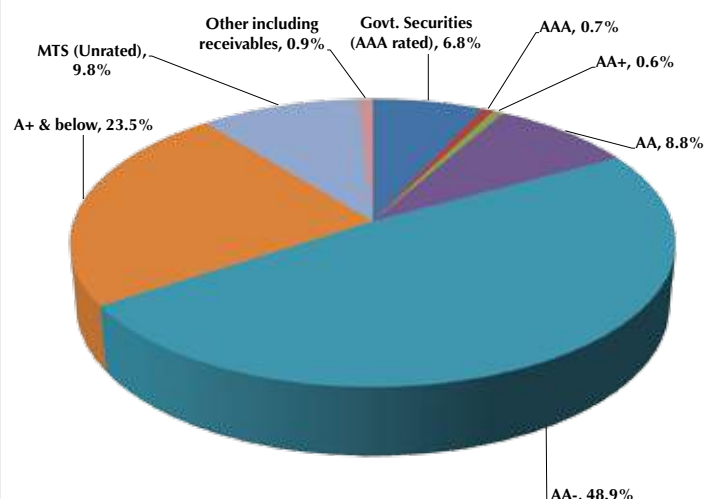
The Fund earned an annualized return of 6.1% during the month versus the Benchmark return of 4.4% thus registering an outperformance of 1.7% p.a. Since its launch in November 2009, the Fund offered an annualized return of 9.1% against the Benchmark return of 7.3%, hence an outperformance of 1.8% p.a. This outperformance is net of management fee and all other expenses.

NSPF is one of the highest rated income funds in the market due to its restrictive investment guidelines. 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 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 9.8%. The weighted average time to maturity of the entire Fund is around 33 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 portfolio proactively based on the capital market outlook.

Credit Quality of the Portfolio as of Feb 29, 2016 (% of Total Assets)



Asset Allocation (% of Total Assets) 29-Feb-16 30-Jan-16

| Asset Allocation (% of Total Assets) | 29-Feb-16 | 30-Jan-16 |
|--------------------------------------|-----------|-----------|
| T-Bills | 6.8% | 6.9% |
| Margin Trading System (MTS) | 9.8% | 15.1% |
| Placements with Banks | 18.0% | 18.4% |
| Bank Deposits | 64.5% | 58.8% |
| Other including receivables | 0.9% | 0.8% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.12,099,338/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.2317/2.34%. For details investors are advised to read note 12.1 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Syed Suleman Akhtar, 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 Income Tax Ordinance.

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NAFA Riba Free Savings Fund (NRFSSF)



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/02/2016): Rs. 10.5417

February 2016

| Performance % | | | | | | | | |
|-----------------------------|----------|-----------|---------------------------------|---------|---------|---------|---------|--------------------------------|
| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | FY 2014 | FY 2013 | FY 2012 | Since Launch August 20, 2010 * |
| NAFA Riba Free Savings Fund | 5.3% | 5.6% | 6.0% | 7.4% | 7.8% | 8.7% | 10.8% | 8.6% |
| Benchmark | 4.6% | 5.0% | 5.4% | 6.7% | 6.7% | 7.3% | 8.3% | 7.1% |

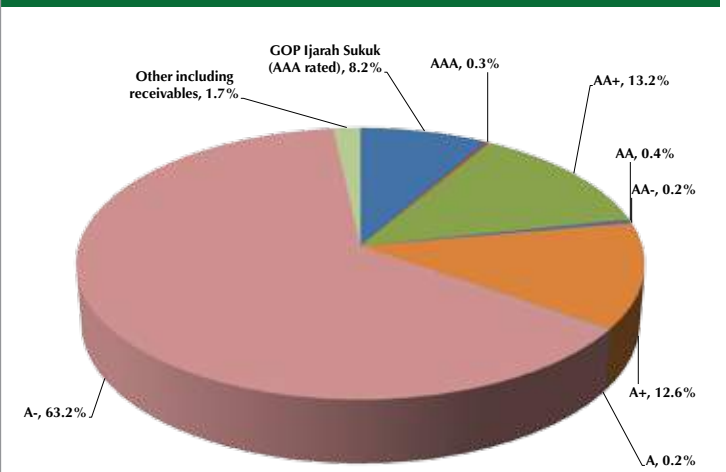
* Annualized Return Based on Morning Star Methodology
All other returns are Annualized Simple Return

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 | Investment Objective |
|---|--|
| <p>Launch Date: August 20, 2010</p> <p>Fund Size: Rs. 1,509 million</p> <p>Type: Open-end – Shariah Compliant Income Fund</p> <p>Dealing Days: Daily – Monday to Saturday</p> <p>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</p> <p>Settlement: 2-3 business days</p> <p>Pricing Mechanism: Forward Pricing</p> <p>Load: Front end: without Life Takaful: 0.5%, with Life Takaful 3% (Nil on investment above Rs. 16 million), Back end: 0%</p> <p>Management Fee: 10% of Net Income (Min 0.5% p.a., Max 1.25% p.a.)</p> <p>Risk Profile: Very Low</p> <p>Fund Stability Rating: "A(f)" by PACRA</p> <p>Listing: Pakistan Stock Exchange</p> <p>Custodian & Trustee: Central Depository Company (CDC)</p> <p>Auditors: Deloitte Yousuf Adil Chartered Accountants</p> <p>Benchmark: Average 6-month deposit rate of A- and above rated Islamic Banks</p> <p>Fund Manager: Salman Ahmed</p> <p>Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-</p> <p>Asset Manager Rating: AM2+ by PACRA (High Investment Management Standards)</p> | <p>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.</p> <p>Fund Manager Commentary</p> <p>The Fund generated an annualized return of 5.3% for the month of February 2016 versus the Benchmark return of 4.6% thus registering an outperformance of 0.7% p.a. During FYTD the Fund has outperformed its Benchmark by 0.6% by earning an annualized return of 5.6%. This outperformance is net of management fee and all other expenses.</p> <p>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 the equities.</p> <p>The allocation of the Fund is around 8.2% in GOP Ijarah Sukuks, which are floating rate instruments with 6-months coupon re-setting. Around 90.1% of the portfolio is invested in bank deposits which enhances the liquidity profile of the Fund. The weighted average time to maturity of the fund is 69 days.</p> <p>We will rebalance the allocation of the fund proactively based on the capital market outlook.</p> |

| Asset Allocation (% of Total Assets) | 29-Feb-16 | 30-Jan-16 |
|--------------------------------------|-----------|-----------|
| GOP Ijarah Sukuk | 8.2% | 8.2% |
| Bank Deposits | 90.1% | 90.6% |
| Other including receivables | 1.7% | 1.2% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Credit Quality of the Portfolio as of Feb 29, 2016 (% of Total Assets)



WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 10,079,475/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs.0.0704/0.71%. For details investors are advised to read note 13 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Syed Suleman Akhtar, CFA
Salman Ahmed

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 Income Tax Ordinance.

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Performance %

| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | FY 2014 | FY 2013 | Since Launch October 28, 2011* |
|-----------------------------------|----------|-----------|---------------------------------|---------|---------|---------|--------------------------------|
| NAFA Financial Sector Income Fund | 6.0% | 6.5% | 7.9% | 10.9% | 7.9% | 9.3% | 9.4% |
| Benchmark | 5.8% | 6.1% | 6.4% | 8.3% | 8.9% | 9.0% | 8.7% |

* 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: | October 28, 2011 |
| Fund Size: | Rs. 956 Million |
| Type: | Open-end – Income Fund |
| Dealing Days: | Daily – Monday to Saturday |
| Dealing Time: | (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M (Saturday) 9:00 A.M to 1:00 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism: | Forward Pricing |
| Load: | Front end: 1% (Nil on investment above Rs. 16 million) Back end: 0% |
| Management Fee: | 10% of Net Income (Min 0.5% p.a., Max 1.50% p.a.) |
| Risk Profile: | Low |
| Fund stability rating: | A+(f) by PACRA |
| Listing: | Pakistan Stock Exchange |
| Custodian & Trustee: | Central Depository Company (CDC) |
| Auditors: | A. F. Ferguson & Co. Chartered Accountants |
| Benchmark: | 70% 6-Month KIBOR & 30% average 3-Month deposit rates (A & above rated banks) |
| Fund Manager: | Salman Ahmed |
| Minimum Subscription: | Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/- |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) |

Investment Objective

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

Fund Manager Commentary

The Fund generated an annualized return of 6.0% for the month of February 2016 versus the Benchmark return of 5.8%. Since its launch in October 2011, the Fund offered an annualized return of 9.4% against the Benchmark return of 8.7%, hence an outperformance of 0.7% p.a. This outperformance is net of management fee and all other expenses.

The Fund is unique as it invests a minimum 70% of its assets in Financial Sector (mainly banks) debt securities, instruments or deposits. Minimum entity rating of issuers of debt securities is "AA -". This minimizes credit risk and at the same time enhances liquidity of the Fund. Duration of the overall portfolio cannot be more than one year. This minimizes interest rate or pricing risk. The Fund invests 25% of its assets in less than 90 days T-Bills or saving accounts with banks, which further enhances liquidity profile of the Fund.

Exposure in TFCs was 40.6% at the end of the month with average time to maturity of 1.8 years. The TFC portfolio of the Fund is predominantly floating rate linked to KIBOR. The weighted average time-to-maturity of the Fund is 0.8 year.

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

Asset Allocation (% of Total Assets) 29-Feb-16 30-Jan-16

| Asset Allocation (% of Total Assets) | 29-Feb-16 | 30-Jan-16 |
|--------------------------------------|-----------|-----------|
| TFCs | 40.6% | 40.9% |
| Tbills | 0.1% | 0.1% |
| Bank Placements | 21.1% | 20.8% |
| Bank Deposits | 36.6% | 37.2% |
| Other including receivables | 1.6% | 1.0% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Top TFC (as at Feb 29, 2016)

| Name of TFC | % of Total Assets |
|---|-------------------|
| Bank Alfalah Limited IV - FT | 20.1% |
| Faysal Bank Limited III | 14.3% |
| Askari Bank Limited IV | 4.5% |
| Standard Chartered Bank (Pakistan) Limited IV | 1.7% |
| Total | 40.6% |

WORKERS' WELFARE FUND (WWF)

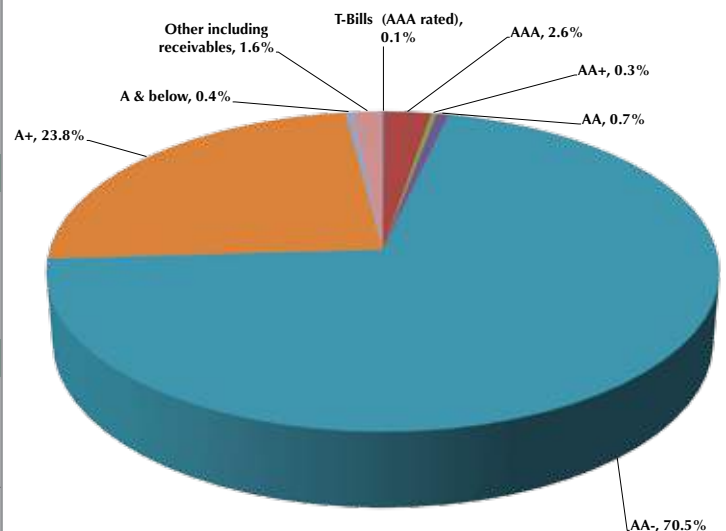
The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 17,975,588/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.2054/2.02%. For details investors are advised to read note 9 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

Name of the Members of Investment Commit

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Syed Suleman Akhtar, CFA
Salman Ahmed

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 Income Tax Ordinance.

Credit Quality of the Portfolio as of Feb 29, 2016 (% of Total Assets)



Performance %

| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | FY 2014 | FY 2013 | FY 2012 | FY 2011 | Since Launch October 26, 2007* |
|-------------------------------------|----------|-----------|---------------------------------|---------|---------|---------|---------|---------|--------------------------------|
| NAFA Islamic Aggressive Income Fund | 5.9% | 7.5% | 8.0% | 9.2% | 13.6% | 6.8% | 19.0% | 9.0% | 6.8% |
| Benchmark | 4.6% | 4.9% | 5.3% | 6.6% | 6.5% | 7.0% | 7.9% | 7.1% | 6.6% |

* 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

| | |
|------------------------|--|
| Launch Date: | October 26, 2007 |
| Fund Size: | Rs. 2,079 million |
| Type: | Open-end – Shariah Compliant Aggressive Income Fund |
| Dealing Days: | Daily – Monday to Friday |
| Dealing Time: | (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism: | Forward Pricing |
| Load: | Front end: 1% (Nil on investment above Rs. 16 million), Back end: 0% |
| Management Fee: | 10% of Net Income (Min 0.5% p.a., Max 1.00% p.a.) |
| Risk Profile: | Low to Medium |
| Fund Stability Rating: | "A-(f)" by PACRA |
| Listing: | Pakistan Stock Exchange |
| Custodian & Trustee: | Central Depository Company (CDC) |
| Auditors: | KPMG Taseer Hadi & Co. Chartered Accountants |
| Benchmark: | Average 3-month deposit rate of Islamic Banks |
| Fund Manager: | Muhammad Imran, CFA, ACCA |
| Minimum Subscription: | Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/- |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) |

Investment Objective

To seek preservation of capital and earn a reasonable rate of return in a Shariah compliant manner.

Fund Manager Commentary

During the month under review, the Fund posted an annualized return of 5.9% as compared to the Benchmark return of 4.6% thus registering an outperformance of 1.3% p.a. During FYTD, the Fund has posted 7.5% annualized return versus 4.9% by the Benchmark, hence an outperformance of 2.6% p.a. This outperformance is net of management fee and all other expenses.

The allocation in corporate Sukuks stood at around 2.1% of the total assets. Around 92.8% of the portfolio is 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 6.3% p.a. and weighted average time to maturity is 2.7 years. The weighted average time to maturity of the Fund is 70 days.

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

Asset Allocation (% of Total Assets) 29-Feb-16 29-Jan-16

| | 29-Feb-16 | 29-Jan-16 |
|---------------------------------|---------------|---------------|
| Sukuks | 2.1% | 2.7% |
| GOP Ijara Sukuks - Govt. Backed | 4.3% | 5.3% |
| Bank Deposits | 92.8% | 90.9% |
| Other including receivables | 0.8% | 1.1% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Top Sukuk Holdings (as at Feb 29, 2016)

| Name of Sukuk | % of Total Assets |
|------------------------------|-------------------|
| K Electric Azm Sukuk - 5 Yrs | 1.1% |
| K Electric Azm Sukuk - 3 Yrs | 0.7% |
| Maple Leaf Cement (Sukuk I) | 0.3% |
| Total | 2.1% |

WORKERS' WELFARE FUND (WWF)

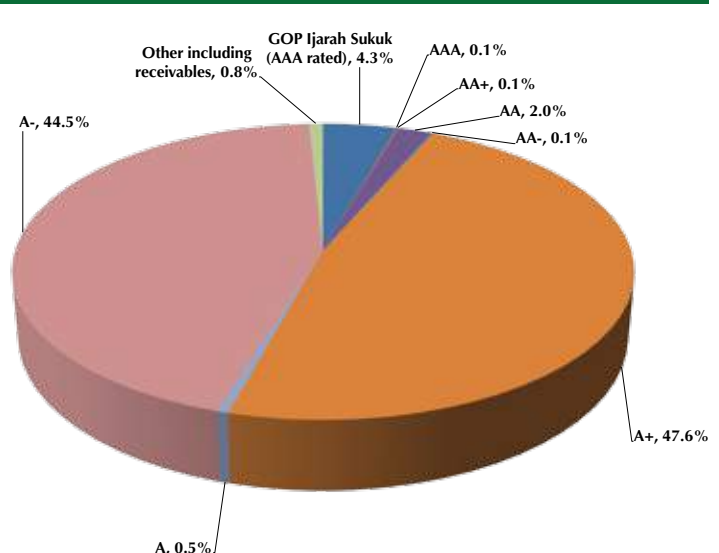
The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 2,944,049/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0141/0.15%. For details investors are advised to read note 11.1 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Syed Suleman Akhtar, CFA
Muhammad Imran, CFA, ACCA

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 Income Tax Ordinance.

Credit Quality of the Portfolio as of Feb 29, 2016 (% of Total Assets)



NAFA Income Opportunity Fund (NIOF)



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/02/2016): Rs. 11.2626

February 2016

Performance %

| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | FY 2014 | FY 2013 | FY 2012 | FY 2011 | Since Launch April 21, 2006 * |
|------------------------------|----------|-----------|---------------------------------|---------|---------|---------|---------|---------|-------------------------------|
| NAFA Income Opportunity Fund | 6.6% | 7.9% | 9.2% | 13.2% | 16.6% | 10.3% | (0.5%) | 5.5% | 8.5% |
| Benchmark | 6.4% | 6.7% | 6.9% | 9.0% | 9.8% | 9.9% | 12.4% | 13.4% | 11.0% |

* 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: April 21, 2006
Fund Size: Rs. 10,120 million
Type: Open-end – Income Fund
Dealing Days: 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
Dealing Time: 2-3 business days
Settlement: Forward Pricing
Pricing Mechanism: Front end: 1% (Nil on investment above Rs. 16 million), Back end: 0%
Load: 1.30% per annum
Management Fee: Low
Risk Profile: "A(f)" by PACRA
Fund Stability Rating: Pakistan Stock Exchange
Listing: Central Depository Company (CDC)
Custodian & Trustee: Deloitte Yousuf Adil
Auditors: Chartered Accountants
Benchmark: 6-Month KIBOR
Fund Manager: Muhammad Imran, CFA, ACCA
Minimum Subscription: Rs. 10,000/-
Income Unit: Rs. 100,000/-
Asset Manager Rating: AM2+ by PACRA (High Investment Management Standards)

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 6.6% in February 2016 as compared to the Benchmark return of 6.4%. During FYTD the Fund has outperformed its Benchmark by 1.2% by earning an annualized return of 7.9%. This outperformance is net of management fee and all other expenses.

The weighted average Yield to Maturity of the Fund is around 7.5% p.a. and that of the TFC portfolio is 8.2% p.a. The weighted average time to maturity of the Fund is around 0.3 years. The Fund's sector allocation is fairly diversified with exposure to Chemical, Electricity, Banking, Cement 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.

Asset Allocation (% of Total Assets) 29-Feb-16 30-Jan-16

| | | |
|------------------------------|--------|--------|
| TFCs / Sukuks | 7.4% | 8.2% |
| MTS | 0.3% | 1.4% |
| T-Bills | 0.7% | 0.7% |
| Placements with Banks | 16.7% | 18.2% |
| PIBs | 2.6% | 2.7% |
| Equity | 0.3% | 0.3% |
| Bank Deposits | 64.0% | 62.0% |
| Others including receivables | 8.0% | 6.5% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Top 10 TFC/Sukuk Holdings (as at Feb 29, 2016)

| Name of TFCs / Sukuks | % of Total Assets |
|--|-------------------|
| Engro Fertilizer Limited (PPTFC) | 2.2% |
| K Electric Azm Sukuk | 2.0% |
| Bank Alfalah Limited V | 1.5% |
| Maple Leaf Cement (Sukuk I) | 0.9% |
| Jahangir Siddiqui and Company Ltd. 08-APR-14 | 0.6% |
| Jahangir Siddiqui and Company Ltd. 30-OCT-12 | 0.2% |
| Total | 7.4% |

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 |
|--|--------------------|---------------------------------------|----------------|--------------------------------------|-----------------|-------------------|
| BRR Guardian Modaraba | SUKUK | 26,562,500 | 26,562,500 | - | - | - |
| Saudi Pak Leasing | TFC | 41,321,115 | 41,321,115 | - | - | - |
| World Call Telecom Limited | TFC | 88,455,825 | 88,455,825 | - | - | - |
| Eden Housing (Sukuk II) | SUKUK | 9,056,250 | 9,056,250 | - | - | - |
| Agri-tech Limited I | TFC | 149,860,200 | 149,860,200 | - | - | - |
| Agri-tech Limited V | TFC | 32,320,000 | 32,320,000 | - | - | - |
| Azzard Nine Limited III | TFC | 108,376,850 | 108,376,850 | - | - | - |
| Azzard Nine Limited V | TFC | 82,180,000 | 82,180,000 | - | - | - |
| Dewan Cement Limited | TFC | 150,000,000 | 150,000,000 | - | - | - |
| New Allied Electronics (PPTFC) | TFC | 31,706,536 | 31,706,536 | - | - | - |
| New Allied Electronics (Sukuk II) | SUKUK | 44,148,934 | 44,148,934 | - | - | - |
| PACE Pakistan Limited | TFC | 149,820,000 | 149,820,000 | - | - | - |
| Azzard Nine Limited (Non-Voting Ordinary Shares) | Equity | 12,854 | 12,854 | - | - | - |
| Agri-tech Limited Shares | Equity | 141,403,150 | 106,254,367 | 35,148,783 | 0.3% | 0.3% |
| Total | | 1,055,224,214 | 1,020,075,431 | 35,148,783 | 0.3% | 0.3% |

WORKERS' WELFARE FUND (WWF)

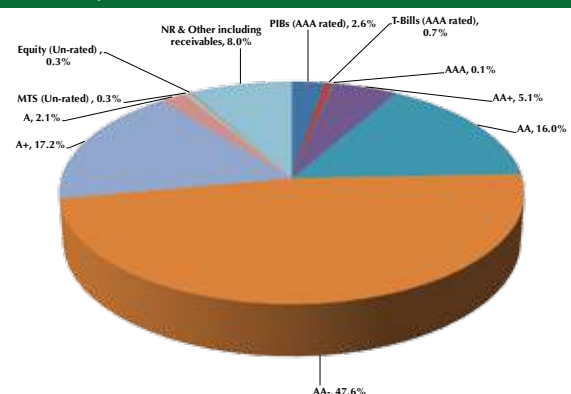
The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 31,128,042/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0346/0.34%. For details investors are advised to read note 12 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Syed Suleman Akhtar, CFA
Muhammad Imran, CFA, ACCA

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 Income Tax Ordinance.

Credit Quality of the Portfolio as of Feb 29, 2016 (% of Total Assets)



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Performance %

| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | FY 2014 | FY 2013 | FY 2012 | FY 2011 | Since Launch March 28, 2008* |
|--------------------|----------|-----------|---------------------------------|---------|---------|---------|---------|---------|------------------------------|
| NAFA Income Fund | 6.3% | 7.2% | 8.2% | 13.7% | 2.3% | 6.9% | (6.9%) | (4.2%) | 3.8% |
| Benchmark | 6.4% | 6.7% | 6.9% | 9.0% | 9.8% | 9.9% | 12.4% | 13.2% | 10.9% |

* 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

| | |
|-----------------------|--|
| Launch Date: | March 28, 2008 |
| Fund Size: | Rs. 620 million |
| Type: | Open-end – Income Fund |
| Dealing Days: | Daily – Monday to Friday |
| Dealing Time: | (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism: | Forward Pricing |
| Load: | Front end: 1% (Nil on investment above Rs. 16 million), Back end: 0% |
| Management Fee: | 10% of Net Income (Min 0.5% p.a., Max 1.00% p.a.) |
| Risk Profile: | Low |
| Fund Stability Rating | "A (f)" by PACRA |
| Listing: | Pakistan Stock Exchange |
| Custodian & Trustee: | MCB Financial Services Limited |
| Auditors: | Deloitte Yousuf Adil Chartered Accountants |
| Benchmark: | 6-Month KIBOR |
| Fund Manager: | Muhammad Ali Bhabha, CFA, FRM |
| Minimum Subscription: | Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/- |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) |

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 6.3% during February 2016 versus the Benchmark return of 6.4%. The annualized return during FYTD is 7.2% against the Benchmark return of 6.7%, hence an outperformance of 0.5% p.a. This outperformance is net of management fee and all other expenses.

As the allocation of the Fund shows, exposure in TFCs and Sukuks stands at 19.5%. All TFCs in the Fund are floating rate instruments linked to KIBOR.

The weighted average Yield-to-Maturity of the Fund is around 7.7% p.a. while its weighted average time to maturity is 0.3 years. This yield does not include potential recovery in fully provided TFCs (Face Value of around Rs. 309 million), which is potential upside for the Fund. Thus, the Fund is expected to perform well over the medium to long term horizon. However, since TFCs prices may go up or down, therefore, only investors with medium term investment horizon are advised to invest in this Fund.

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

Asset Allocation (% of Total Assets) 29-Feb-16 29-Jan-16

| | | |
|------------------------------|---------------|---------------|
| TFCs / Sukuks | 19.5% | 19.7% |
| T-Bills | 6.5% | 6.5% |
| MTS | 2.2% | 10.0% |
| Placement with Banks | 17.8% | 18.0% |
| Bank Deposits | 52.9% | 45.0% |
| Others including receivables | 1.1% | 0.8% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Top TFC (as at Feb 29, 2016)

| Name of TFC / Sukuk | % of Total Assets |
|--|-------------------|
| K Electric Azm Sukuk | 7.8% |
| Faysal Bank Limited | 4.1% |
| Jahangir Siddiqui and Company Ltd. 08-APR-14 | 3.5% |
| Engro Fertilizer Limited (PPTFC) | 2.3% |
| Bank Alfalah Limited (Floater) | 1.6% |
| Jahangir Siddiqui and Company Ltd. 30-OCT-12 | 0.2% |
| Total | 19.5% |

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 4,095,302/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0674/0.71%. For details investors are advised to read note 11 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

Name of the Members of Investment Committee

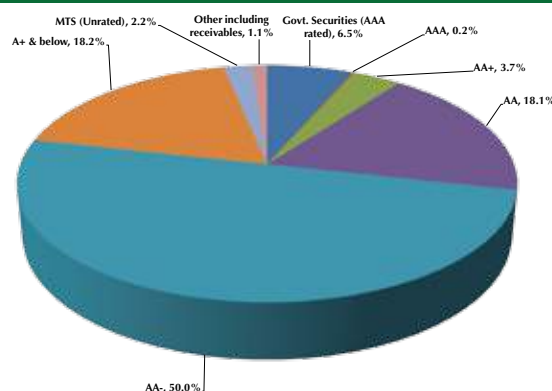
Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Syed Suleman Akhtar, CFA

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 Income Tax Ordinance.

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 |
|-----------------------------------|--------------------|---------------------------------------|--------------------|--------------------------------------|-----------------|-------------------|
| World Call Telecom Limited | TFC | 26,881,190 | 26,881,190 | - | - | - |
| Saudi Pak Leasing | TFC | 41,321,115 | 41,321,115 | - | - | - |
| Eden Housing (Sukuk II) | SUKUK | 19,687,500 | 19,687,500 | - | - | - |
| Agritech Limited II | TFC | 149,875,800 | 149,875,800 | - | - | - |
| Agritech Limited V | TFC | 22,180,000 | 22,180,000 | - | - | - |
| New Allied Electronics (Sukuk II) | SUKUK | 49,054,371 | 49,054,371 | - | - | - |
| Total | | 308,999,976 | 308,999,976 | - | - | - |

Credit Quality of the Portfolio as of Feb 29, 2016 (% of Total Assets)



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NAFA Asset Allocation Fund (NAAF)



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/02/2016): Rs.14.3398

February 2016

Performance %

| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | FY 2014 | FY 2013 | FY 2012 | Since Launch August 20, 2010* |
|----------------------------|----------|-----------|---------------------------------|---------|---------|---------|---------|-------------------------------|
| NAFA Asset Allocation Fund | (1.3%) | (3%) | 2.1% | 24.6% | 13.7% | 32.0% | 14.4% | 17.8% |
| Benchmark | 0.7% | (2.9%) | (1.8%) | 7.4% | 14.2% | 17.1% | 8.1% | 10.0% |

* Annualized Return
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: August 20, 2010
Fund Size: Rs. 1,160 million
Type: Open-end – Asset Allocation Fund
Dealing Days: 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
Dealing Time: (Nil on investment above Rs. 50 million)
Settlement: 2-3 business days
Pricing Mechanism: Forward Pricing
Load: Front end – 3%, Back end - 0%
Management Fee: 2% per annum
Risk Profile: Moderate
Listing: Pakistan Stock Exchange
Custodian & Trustee: Central Depository Company (CDC)
Auditors: Deloitte Yousuf Adil Chartered Accountants
Benchmark: 1/3 of average 3-month bank deposit rate; 1/3 of 6-month KIBOR; 1/3 of KSE 30 Index
Fund Manager: Muhammad Imran, CFA, ACCA
Minimum Subscription: Rs. 10,000/-
Asset Manager Rating: AM2+ by PACRA (High Investment Management Standards)

Investment Objective

To generate income by investing in Debt & Money Market securities and to generate capital appreciation by investing in equity and equity related securities.

Fund Manager's Commentary

During the month under review, NAFA Asset Allocation Fund's (NAAF) unit price (NAV) decreased by 1.3% while the Benchmark increased by 0.7%. Thus your Fund underperformed the Benchmark by 2.0%. Since inception on August 20, 2010 the Fund has posted 147.8% cumulative return, versus 69.5% by the Benchmark. Thus, to date the cumulative outperformance of your Fund stands at 78.3%. This outperformance is net of management fee and all other expenses.

NAAF started off the month with an allocation of around 57% in equities, which was decreased to around 55% towards the end of the month. NAAF underperformed the Benchmark in February as the Fund was overweight in select Automobile Assembler, Textile Composite, Paper & Board, and Cements sectors stocks which underperformed the market. During the month, the allocation was increased Primarily in Engineering, Commercial Banks, and Automobile Parts & Accessories Sectors whereas as it was reduced primarily in Cements, Paper & Board, and Oil & Gas Marketing Companies sectors.

Asset Allocation (% of Total Assets) 29-Feb-16 29-Jan-16

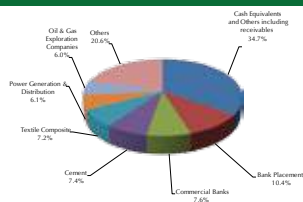
| | 29-Feb-16 | 29-Jan-16 |
|------------------------------|---------------|---------------|
| Equities / Stocks | 54.9% | 56.9% |
| Cash | 32.9% | 33.2% |
| Bank Placements | 10.4% | 9.3% |
| Others including receivables | 1.8% | 0.6% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Characteristics of Equity Portfolio**

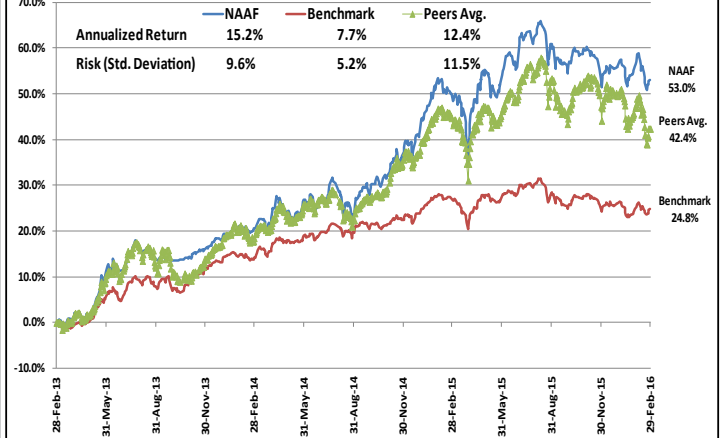
| | PER | PBV | DY |
|--------|-----|-----|------|
| NAAF | 7.4 | 2.0 | 6.1% |
| KSE-30 | 8.9 | 2.0 | 6.3% |

** Based on NAFA's estimates

Asset Allocation (% of Total Assets)(as on 29 Feb, 2016)



Relative Performance of NAFA Asset Allocation Fund (NAAF) for the Last Three Years



Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Syed Suleman Akhtar, CFA
Asim Wahab Khan, CFA
Muhammad Ali Bhabha, CFA, FRM
Muhammad Imran, CFA, ACCA

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 18,637,505/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.2303/1.63%. For details investors are advised to read Note 11 of the Financial Statements of the Scheme for the period ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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 Income Tax Ordinance.

Top Ten Holdings (as on 29 Feb, 2016)

| Name | Asset Class | % of Total Assets |
|------------------------------|-------------|-------------------|
| Kohinoor Textile Mills Ltd | Equity | 4.3% |
| Kot Addu Power Company Ltd | Equity | 3.6% |
| Thal Ltd | Equity | 3.3% |
| Tariq Glass Ltd | Equity | 3.1% |
| Nishat Mills Ltd | Equity | 2.9% |
| Indus Motor Company Ltd | Equity | 2.6% |
| D G Khan Cement Co | Equity | 2.5% |
| Lucky Cement Ltd | Equity | 2.3% |
| International Industries Ltd | Equity | 2.3% |
| Hub Power Company Ltd | Equity | 2.2% |
| Total | | 29.1% |

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NAFA Islamic Asset Allocation Fund (NIAAF)



NBP Fullerton
Asset Management Ltd.
A Subsidiary of
National Bank of Pakistan

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/02/2016): Rs.15.2310

February 2016

Performance %

| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | FY 2014 | FY 2013 | FY 2012 | FY 2011 | Since Launch October 26, 2007* |
|------------------------------------|----------|-----------|---------------------------------|---------|---------|---------|---------|---------|--------------------------------|
| NAFA Islamic Asset Allocation Fund | (0.8%) | 0.3% | 7.4% | 33.8% | 22.2% | 36.3% | 13.2% | 28.4% | 15.3% |
| Benchmark** | 0.3% | 0.6% | 4.5% | 12.1% | 17.7% | 28.9% | 11.1% | 24.4% | 10.8% |

* Annualized Return

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

All Other returns are Cumulative

Note:** 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

Launch Date: October 26, 2007
Fund Size: Rs. 3,675 million
Type: Shariah Compliant - Open-end - Asset Allocation Fund
Dealing Days: 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
Dealing Time: 2-3 business days
Settlement: Forward Pricing
Pricing Mechanism: Front end: 3%, (Nil on investment above Rs. 50 million), Back end: 0%
Load: 2% per annum
Management Fee: Moderate
Risk Profile: Pakistan Stock Exchange
Listing: Central Depository Company (CDC)
Custodian & Trustee: KPMG Taseer Hadi & Co. Chartered Accountants
Auditors: Average of (i) average 3-month Islamic banks deposit rate (ii) 6-month KIBOR or its Shariah Compliant equivalent (iii) KMI 30 Index
Benchmark:** Asim Wahab Khan, CFA
Fund Manager: Growth Unit: Rs. 10,000/-
Minimum Subscription: Income Unit: Rs. 100,000/-
Asset Manager Rating: AM2+ by PACRA (High Investment Management Standards)

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 decreased by 0.8% whereas the Benchmark increased by 0.3%, thus your Fund underperformed the Benchmark by 1.1%. Since inception your Fund has posted 227.5% return, versus 135.0% by the Benchmark. Thus, to-date the cumulative outperformance of your Fund stands at 92.5%. This outperformance is net of management fee and all other expenses.

NIAAF started off the month with an allocation of around 56% in equities, which was decreased to 54% towards the end of the month. NIAAF underperformed the Benchmark in February as the Fund was overweight in select Automobile Assembler, Fertilizers, Oil & Gas Exploration Companies, and Technology & Communication sectors stocks which underperformed the market. During the month, the allocation was reduced primarily in Cements, Fertilizers, Automobile Assembler, and Pharmaceuticals sectors.

Asset Allocation (% of Total Assets) 29-Feb-16 29-Jan-16

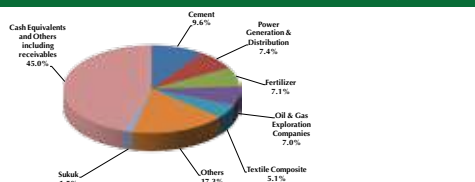
| Asset Allocation (% of Total Assets) | 29-Feb-16 | 29-Jan-16 |
|--------------------------------------|---------------|---------------|
| Equities / Stocks | 53.5% | 55.7% |
| Sukuks | 1.5% | 1.6% |
| Cash | 43.8% | 42.1% |
| Others including receivables | 1.2% | 0.6% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Characteristics of Equity Portfolio***

| | PER | PBV | DY |
|--------|-----|-----|------|
| NIAAF | 7.9 | 2.2 | 5.5% |
| KMI-30 | 9.6 | 2.4 | 6.4% |

*** Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 29 Feb, 2016)



Name of the Members of Investment Committee

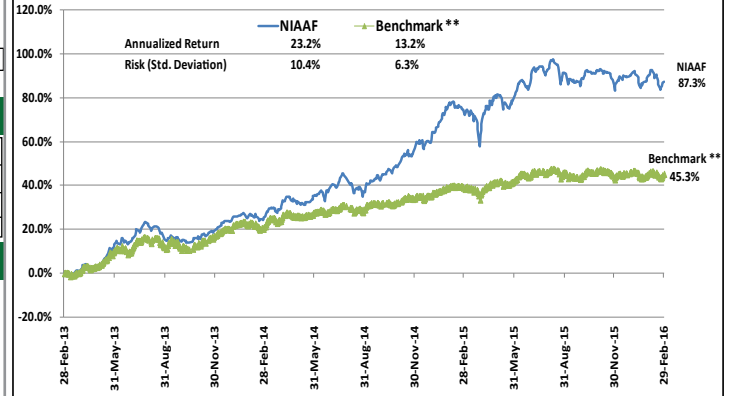
Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Syed Suleman Akhtar, CFA
Asim Wahab Khan, CFA
Muhammad Ali Bhabha, CFA, FRM
Muhammad Imran, CFA, ACCA

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 15,789,039/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.0654/0.46%. For details investors are advised to read the Note 12.1 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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 Income Tax Ordinance.

Relative Performance of NAFA Islamic Asset Allocation Fund (NIAAF) for the Last Three Years



Top Ten Holdings (as on 29 Feb, 2016)

| Name | Asset Class | % of Total Assets | Name | Asset Class | % of Total Assets |
|----------------------------|-------------|-------------------|----------------------------|-------------|-------------------|
| Engro Corporation Ltd | Equity | 4.3% | Engro Fertilizer Ltd | Equity | 2.8% |
| Kohinoor Textile Mills Ltd | Equity | 3.3% | Pakistan State Oil Co. Ltd | Equity | 2.7% |
| Lucky Cement Ltd | Equity | 3.0% | Mari Petroleum Company Ltd | Equity | 2.5% |
| Hub Power Company Ltd | Equity | 3.0% | D G Khan Cement Co Ltd | Equity | 2.4% |
| Kot Addu Power Co Ltd | Equity | 3.0% | Pak Petroleum Ltd | Equity | 2.4% |

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 | - | 0.00% | 0.00% |

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NAFA Multi Asset Fund (NMF)



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/02/2016): Rs.14.7471

February 2016

Performance %

| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | FY 2014 | FY 2013 | FY 2012 | FY 2011 | Since Launch January 19, 2007* |
|-----------------------|----------|-----------|---------------------------------|---------|---------|---------|---------|---------|--------------------------------|
| NAFA Multi Asset Fund | (1.1%) | (3.7%) | 0.6% | 26.8% | 25.4% | 34.1% | 15.5% | 25.3% | 14.8% |
| Benchmark | 0.9% | (5.5%) | (5%) | 7.6% | 17.9% | 22.4% | 8.0% | 17.5% | 7.7% |

* Annualized Return
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: | January 19, 2007 |
| Fund Size: | Rs 1,386 million |
| Type: | Open-end – Balanced Fund |
| Dealing Days: | Daily – Monday to Friday |
| Dealing Time: | (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism: | Forward Pricing |
| Load: | Front end: 3% (Nil on investment above Rs. 50 million) Back end: 0% |
| Management Fee: | 2% per annum |
| Risk Profile: | Moderate |
| Listing: | Pakistan Stock Exchange |
| Custodian & Trustee: | Central Depository Company (CDC) |
| Auditors: | Deloitte Yousuf Adil Chartered Accountants |
| Benchmark: | 50% KSE-30 Index & 50% 3-month KIBOR |
| Fund Manager: | Asim Wahab Khan, CFA |
| Minimum Subscription: | Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/- |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) |

Investment Objective

To provide investors with a combination of capital growth and income. NMF aims to achieve attractive returns at moderate levels of risk by investing in a variety of asset classes such as stocks, bonds, money market instruments, CFS etc.

Fund Manager's Commentary

During the month under review, NAFA Multi Asset Fund's (NMF) unit price (NAV) decreased by 1.1% while the Benchmark increased by 0.9%. Thus your Fund underperformed the Benchmark by 2.0%. Since inception on January 19, 2007 your Fund has posted 251.0% return, versus 96.9% by the Benchmark. Thus, to-date the cumulative outperformance of your Fund stands at 154.1%. This outperformance is net of management fee and all other expenses.

NMF started off the month with an allocation of around 55% in equities which was decreased to around 52% towards the end of the month. NMF underperformed the Benchmark in February as the Funds was underweight in select Commercial Banks sector stocks which outperformed the market and overweight in select Automobile Assemblers, Automobile Parts & Accessories, Textile Composite, and Glass & Ceramics sectors stocks which underperformed the market. During the month, the allocation was primarily increased in Power Generation & Distribution, and Commercial Banks sectors whereas as it was reduced primarily in Cements, Fertilizers, Oil & Gas Marketing Companies, and Automobile Assembler sectors.

Asset Allocation (% of Total Assets) 29-Feb-16 29-Jan-16

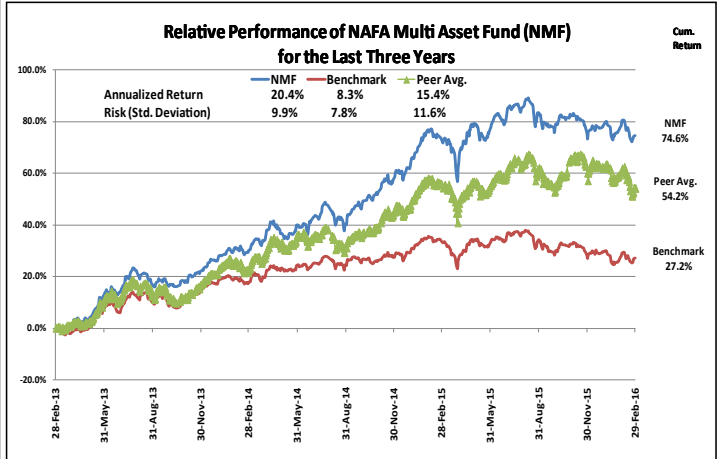
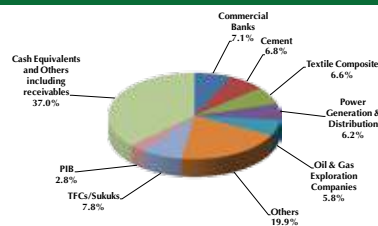
| Asset Allocation (% of Total Assets) | 29-Feb-16 | 29-Jan-16 |
|--------------------------------------|---------------|---------------|
| Equities / Stocks | 52.4% | 55.0% |
| TFCs / Sukuks | 7.8% | 8.3% |
| Cash | 35.1% | 33.3% |
| PIBs | 2.8% | 2.8% |
| Others including receivables | 1.9% | 0.6% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Characteristics of Equity Portfolio**

| | PER | PBV | DY |
|--------|-----|-----|------|
| NMF | 7.4 | 1.9 | 5.9% |
| KSE-30 | 8.9 | 2.0 | 6.3% |

** Based on NAFA's estimates

Asset Allocation (% of Total Assets)(as on 29 Feb, 2016)



Top Ten Holdings (as on 29 Feb, 2016)

| Name | Asset Class | % of Total Assets | Name | Asset Class | % of Total Assets |
|----------------------------|-------------|-------------------|-----------------------|-------------|-------------------|
| K Electric Azm Sukuk | Sukuk | 5.6% | Kot Addu Power Co Ltd | Equity | 2.7% |
| Kohinoor Textile Mills Ltd | Equity | 3.3% | Hub Power Co Ltd | Equity | 2.4% |
| Nishat Mills Ltd | Equity | 2.9% | Thal Ltd | Equity | 2.2% |
| Engro Corporation Ltd | Equity | 2.7% | Indus Motor C Ltd | Equity | 2.0% |
| D G Khan Cement Co Ltd | Equity | 2.7% | International Ind Ltd | Equity | 1.9% |

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Syed Suleman Akhtar, CFA
Asim Wahab Khan, CFA
Muhammad Ali Bhabha, CFA, FRM
Muhammad Imran, CFA, ACCA

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 20,016,564/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.2130/1.45%. For details investors are advised to read Note 11 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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 Income Tax Ordinance.

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 |
|----------------------------------|--------------------|---------------------------------------|-------------------|--------------------------------------|-----------------|-------------------|
| Saudi Pak Leasing | TFC | 27,547,410 | 27,547,410 | - | - | - |
| Eden Housing (Sukuk II) | SUKUK | 9,843,750 | 9,843,750 | - | - | - |
| New Allied Electronics (Sukuk I) | SUKUK | 10,000,000 | 10,000,000 | - | - | - |
| Total | | 47,391,160 | 47,391,160 | - | 0.0% | 0.0% |

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 Documents to understand the 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.

| Performance % | | | | |
|-------------------------|---------------|-----------|---------------------------------|--------------------------------|
| Performance Period | February 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | Since Launch* January 09, 2015 |
| NAFA Islamic Stock Fund | (2.9%) | (3.7%) | 3.9% | 6.4% |
| Benchmark | (0.2%) | (6.1%) | 0.2% | 2.2% |

* Annualized Return
All Other returns are Cumulative

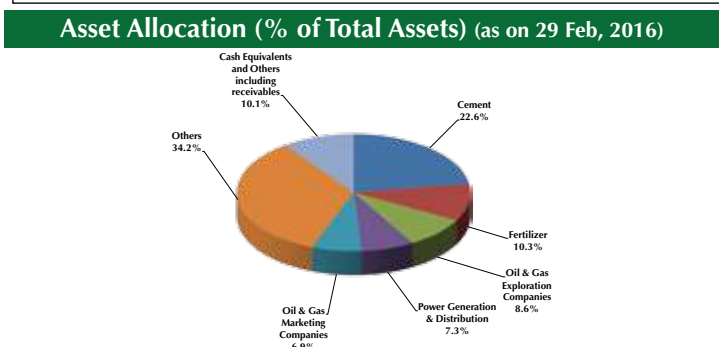
The performance reported is net of management fee & all other expenses and based on dividend reinvestment gross of with-holding tax where applicable.

| General Information | | Investment Objective |
|-------------------------|---|--|
| Launch Date: | January 9, 2015 | 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 Size: | Rs. 1,445 million | |
| Type: | Shariah Compliant - Open-end – Equity Fund | Fund Manager's Commentary |
| 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 | During the month under review, NAFA Islamic Stock Fund's (NISF) unit price (NAV) decreased by 2.9%, whereas the Benchmark decreased by 0.2%, thus an underperformance of 2.7% was recorded. Since inception on January 9, 2015 your Fund has posted 7.3% return, versus 2.5% by the Benchmark. Thus, to-date the cumulative outperformance of your Fund stands at 4.8%. This outperformance is net of management fee and all other expenses. |
| Settlement: | 2-3 business days | NISF started off the month with an allocation of around 90% in equities, which was maintained during the month. NISF underperformed the Benchmark in February as the Fund was underweight in select Power generation & Distribution, Chemicals, and Oil & Gas Exploration Companies sectors stocks which outperformed the market and overweight in Engineering, Automobile Assembler, Cements, Food & Personal Care product, and Glass & Ceramics sectors stocks which underperformed the market. During the month, the allocation was primarily increased in Cements, Technology & Communication, Refinery, Food & Personal Care Products, and Glass & Ceramics sectors stocks whereas it was reduced primarily in Oil & Gas Exploration Companies, Fertilizers, Pharmaceuticals, and Automobile Assembler sectors. |
| Pricing Mechanism Load: | Forward Pricing Front end: 3% (Nil on investment above Rs 50 million) Back end: 0% | |
| Management Fee: | 2.0% per annum | |
| Risk Profile: | High | |
| Listing: | Pakistan Stock Exchange | |
| Custodian & Trustee: | Central Depository Company (CDC) | |
| Auditors: | A. F. Ferguson & Co. Chartered Accountants | |
| Benchmark: | KMI-30 index | |
| Fund Manager: | Sajjad Anwar, CFA | |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) | |

| Asset Allocation (% of Total Assets) | 29-Feb-16 | 29-Jan-16 |
|--------------------------------------|---------------|---------------|
| Equities / Stocks | 89.9% | 90.0% |
| Cash Equivalents | 9.1% | 7.8% |
| Others including receivables | 1.0% | 2.2% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

| Characteristics of Equity Portfolio** | | | |
|---------------------------------------|-----|-----|------|
| | PER | PBV | DY |
| NISF | 7.7 | 2.1 | 5.0% |
| KMI-30 | 9.6 | 2.4 | 6.4% |

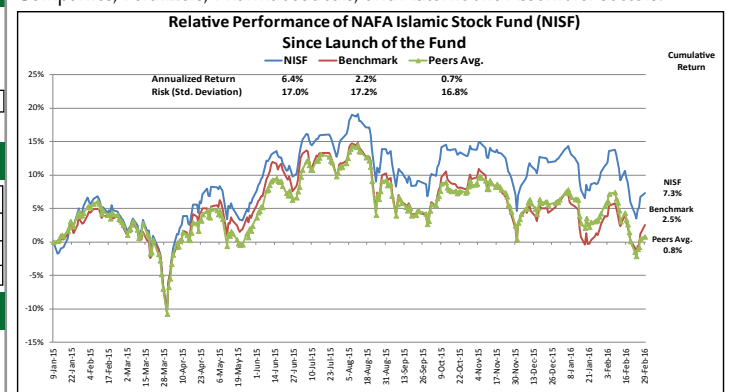
** Based on NAFA's estimates



WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 2,403,366/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.0175/0.17%..For details investors are advised to read the Note 8 of the Financial Statements of the Scheme for the half year ended December 31, 2015.From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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 Income Tax Ordinance.



Top Ten Holdings (as on 29 Feb, 2016)

| Name | Asset Class | % of Total Assets | Name | Asset Class | % of Total Assets |
|--------------------------|-------------|-------------------|----------------------------|-------------|-------------------|
| Engro Corporation Ltd | Equity | 4.9% | Mari Petroleum Co Ltd | Equity | 3.7% |
| D G Khan Cement Co Ltd | Equity | 4.5% | Fecto Cement Ltd | Equity | 3.5% |
| Engro Fertilizer Ltd | Equity | 3.9% | Pakistan State Oil Co.Ltd | Equity | 3.2% |
| Fauji Cement Company Ltd | Equity | 3.9% | Kohinoor Textile Mills Ltd | Equity | 3.0% |
| Lucky Cement Ltd | Equity | 3.9% | Pioneer Cement Ltd | Equity | 3.0% |

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Syed Suleman Akhtar, CFA
Asim Wahab Khan, CFA
Muhammad Imran, CFA, ACCA

Performance %

| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | FY 2014 | FY 2013 | FY 2012 | FY 2011 | Since Launch January 19, 2007* |
|--------------------|----------|-----------|---------------------------------|---------|---------|---------|---------|---------|--------------------------------|
| NAFA Stock Fund | (2.1%) | (6.5%) | (1.9%) | 36.9% | 36.3% | 55.0% | 22.0% | 28.4% | 15.5% |
| Benchmark | 1.1% | (14.8%) | (16.1%) | 5.7% | 26.0% | 36.0% | 2.9% | 21.2% | 3.5% |

* Annualized Return

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: | January 19, 2007 |
| Fund Size: | Rs. 5,680 million |
| Type: | Open-end – Equity Fund |
| Dealing Days: | Daily – Monday to Friday |
| Dealing Time: | (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism: | Forward Pricing |
| Load: | Front end: 3% (Nil on investment above Rs. 50 million), Back end: 0% |
| Management Fee: | 2% per annum |
| Risk Profile: | High |
| Listing: | Pakistan Stock Exchange |
| Custodian & Trustee: | Central Depository Company (CDC) |
| Auditors: | Deloitte Yousof Adil Chartered Accountants |
| Benchmark: | KSE-30 Index |
| Fund Manager: | Asim Wahab khan, CFA |
| Minimum Subscription: | Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/- |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) |

Investment Objective

To provide investors with long term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan. The risk profile of the Fund will be moderate to high.

Fund Manager's Commentary

During the month under review, NAFA Stock Fund's (NSF) unit price (NAV) decreased by 2.1%, whereas the Benchmark increased by 1.1%, thus an underperformance of 3.2% was recorded. Since inception on January 19, 2007 your Fund has posted 273.4% return, versus 37.3% by the Benchmark. Thus, to-date the cumulative outperformance of your Fund stands at 236.1%. This outperformance is net of management fee and all other expenses.

NSF started off the month with an allocation of around 89% in equities, which was maintained during the month. NSF underperformed the Benchmark in February as the Fund was underweight in select Commercial Banks and Power generation & Distribution sectors stocks which outperformed the market and overweight in Engineering, Automobile Assembler, Textile Composite, and Glass & Ceramics sectors stocks which underperformed the market. During the month, the allocation was primarily increased in Oil & Marketing Companies, Technology & Communication, Automobile Parts & Accessories, and Commercial Banks sectors whereas as it was reduced primarily in Cements, Fertilizers, and Automobile Assembler sectors.

Asset Allocation (% of Total Assets) 29-Feb-16 29-Jan-16

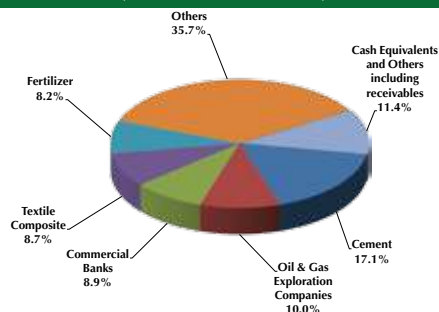
| | 29-Feb-16 | 29-Jan-16 |
|------------------------------|---------------|---------------|
| Equities / Stock | 88.6% | 89.3% |
| Cash | 10.8% | 8.2% |
| Others including receivables | 0.6% | 2.5% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Characteristics of Equity Portfolio**

| | PER | PBV | DY |
|--------|-----|-----|------|
| NSF | 7.6 | 2.0 | 5.6% |
| KSE-30 | 8.9 | 2.0 | 6.3% |

** Based on NAFA's estimates

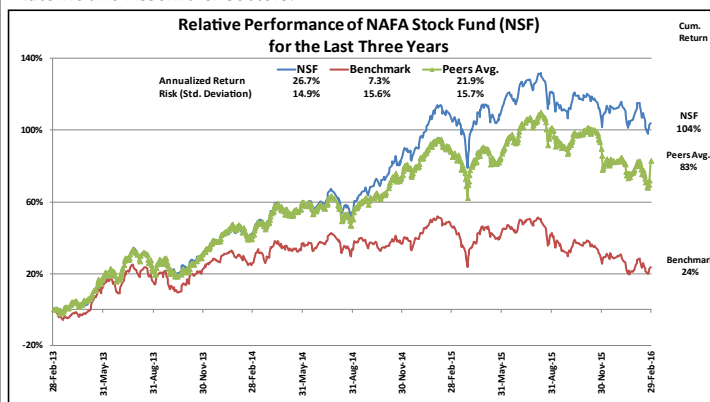
Asset Allocation (% of Total Assets) (as on 29 Feb, 2016)



WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 47,574,549/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.0996/0.82%. For details investors are advised to read the Note 12 of the Financial Statements of the Scheme for the period ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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 Income Tax Ordinance.



Top Ten Equity Holdings (as on 29 Feb, 2016)

| Name | % of Total Assets | Name | % of Total Assets |
|----------------------------|-------------------|------------------------------|-------------------|
| D G Khan Cement Co Ltd | 5.3% | Kohinoor Textile Mills Ltd | 3.4% |
| Engro Corporation Ltd | 5.1% | Engro Fertilizer Ltd | 3.1% |
| Nishat Mills Ltd | 4.5% | International Industries Ltd | 3.0% |
| Pakistan State Oil Co. Ltd | 3.8% | Fauji Cement Company Ltd | 2.9% |
| Lucky Cement Ltd | 3.6% | Oil & Gas Dev.Co Ltd | 2.9% |

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Syed Suleman Akhtar, CFA
Asim Wahab khan, CFA
Muhammad Imran, CFA, ACCA

| | Fund Size (Rs. in mn) | NAV Per Unit (Rs.) Feb 29, 2016 | Performance % | | | | |
|---------------------------|--------------------------|------------------------------------|---------------|-----------|------------------------------------|---------|-------------------------------|
| | | | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | Since Launch July 02, 2013 |
| NPF-Equity Sub-fund | 467.6 | 202.7344 | (2.4%)* | (3.5%)* | 2.5%* | 49.6%* | 29.9% |
| NPF-Debt Sub-fund | 363.6 | 133.3366 | 4.8% | 5.8% | 7.4% | 17.3% | 10.9% |
| NPF-Money Market Sub-fund | 284.5 | 121.2171 | 5.0% | 5.0% | 5.4% | 7.8% | 7.0% |

* Cumulative Returns
All Other returns are annualized

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

| General Information | | Investment Objective |
|--------------------------|---|---|
| Launch Date: | July 2, 2013 | To provide a secure source of savings and regular income after retirement to the Participants. |
| Fund size: | Rs. 1,116 million | |
| Type: | Open-end – Voluntary Pension Scheme | Fund Manager's Commentary |
| 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 | During the month of February: |
| Pricing Mechanism: | Forward Pricing | NPF Equity Sub-fund unit price decreased by 2.4% compared with 0.2% increased in KSE-100 Index. The Sub-fund was around 93% invested in equities with major weights in Cement, Oil & Gas Exploration, and Fertilizer sectors. Equity Sub-fund maintains exposure of atleast 90% in listed equities on average. Last 3 months average allocation in equity was 94% of net asset. |
| Front end Load: | Upto 3% on Contributions | NPF Debt Sub-fund generated annualized return of 4.8%. The Sub-fund was invested primarily in Government securities and TFCs. Debt Sub-fund maintains a minimum combined exposure of 50% in Government Securities (25% minimum) and AA+ rated banks. Weighted Average Maturity of Sub-fund is 0.75 year. |
| Back end Management Fee: | 0% | NPF Money Market Sub-fund generated annualized return of 5.0%. In line with its investment strategy, the Sub-fund will maintain high exposure in money market securities. Money Market Sub-fund average maturity cannot exceed 90 days. Weighted Average Maturity of the Sub-fund is 4 days. |
| Risk Profile: | On average Annual Net Assets of each Sub-fund. | |
| Custodian & Trustee: | Equity 1.50% Debt 1.50% | |
| Auditors: | Money Market 1.50% | |
| Fund Manager: | Investor dependent | |
| Minimum Subscription: | Central Depository Company (CDC) | |
| Asset Manager Rating: | KPMG Taseer Hadi & Co. Chartered Accountants | |
| Leverage: | Sajjad Anwar, CFA Initial: Rs. 10,000/- Subsequent: Rs. 1,000/- AM2+ by PACRA (High Investment Management Standards) | |

Credit Quality of the Portfolio (as on 29 Feb, 2016)

| | Debt | Money Market |
|-----------------------------------|---------------|---------------|
| Government Securities (AAA rated) | 84.7% | 0.0% |
| AAA | 0.6% | 0.2% |
| AA+ | 12.6% | 19.7% |
| AA | 0.5% | 17.6% |
| AA- | 0.5% | 19.0% |
| A+ | - | 42.4% |
| Others | 1.1% | 1.1% |
| Total | 100.0% | 100.0% |

Asset Allocation (% of Total Assets)

| | 29-Feb-16 | 29-Jan-16 |
|------------------------------|---------------|---------------|
| Equity Sub-fund | | |
| Equity | 92.6% | 93.6% |
| Cash Equivalents | 6.9% | 6.3% |
| Others | 0.5% | 0.1% |
| Total | 100.0% | 100.0% |
| Debt Sub-fund | | |
| Cash Equivalents | 6.3% | 5.8% |
| TFC/Sukuk | 7.9% | 7.9% |
| PIBs | 12.8% | 12.8% |
| T-Bills | 71.9% | 72.4% |
| Others | 1.1% | 1.1% |
| Total | 100.0% | 100.0% |
| Money Market Sub-fund | | |
| Cash Equivalents | 83.2% | 82.5% |
| Bank Placement | 15.7% | 16.5% |
| Others | 1.1% | 1.0% |
| Total | 100.0% | 100.0% |

WORKERS' WELFARE FUND (WWF)

NPF has maintained provisions against Workers' Welfare Fund's liability in individual sub-Funds as stated below:

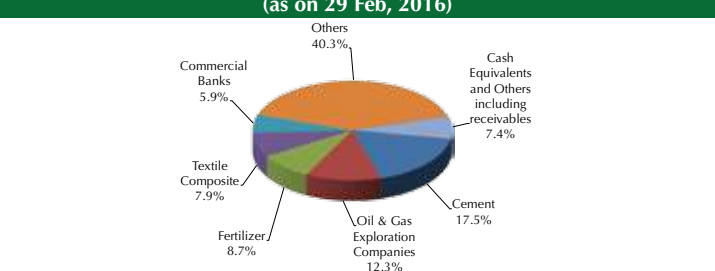
| | Total amount Provided | Amount Per Unit Rs | Last One Year return would otherwise have been higher by: |
|-----------------------|-----------------------|--------------------|---|
| Equity Sub-Fund | 2,346,729 | 1.0175 | 0.51% |
| Debt Sub-Fund | 809,223 | 0.2968 | 0.24% |
| Money Market Sub-Fund | 351,954 | 0.1499 | 0.13% |

For details investors are advised to read the Note 13.1 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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 63 of Income Tax Ordinance.

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 Pension fund. All investments in Pension 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.

Equity Sub Fund Asset Allocation (% of Total Assets) (as on 29 Feb, 2016)



Top Ten Holdings of Equity Sub-fund (as on 29 Feb, 2016)

| Name | (% of Total Assets) | Name | (% of Total Assets) |
|--------------------------|---------------------|---------------------------|---------------------|
| Engro Corporation Ltd | 4.9% | Fauji Cement Company Ltd. | 3.7% |
| Nishat Mills Ltd. | 4.3% | Engro Fertilizer Ltd | 3.5% |
| D. G. Khan Cement Co Ltd | 4.0% | Pakistan Oilfields Ltd | 3.3% |
| Mari Gas Company Ltd | 3.9% | Kot Addu Power Co Ltd | 3.3% |
| Lucky Cement Ltd | 3.8% | Pakistan Petroleum Ltd | 3.2% |

As on 29 Jan, 2016

Top TFC/Sukuk Holdings of Debt Sub-fund

| Name | (% of Total Assets) |
|---|---------------------|
| Jahangir Siddiqui and Company Ltd 08-APR-14 | 5.9% |
| Standard Chartered Bank (Pakistan) Limited IV | 0.6% |
| Jahangir Siddiqui and Company Ltd 30-OCT-12 | 0.5% |
| Engro Fertilizer Limited (PPTFC) | 0.5% |
| Faysal Bank Limited III | 0.4% |
| Total | 7.9% |

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Syed Suleman Akhtar, CFA,
Asim Wahab Khan, CFA, Muhammad Ali Bhabha, CFA, FRM,
Muhammad Imran, CFA, ACCA, Salman Ahmed

| Performance % | | | | | | | |
|----------------------------|--------------------------|------------------------------------|-------------|--------------|------------------------------------|------------|-------------------------------|
| | Fund Size (Rs. in mn) | NAV Per Unit (Rs.) Feb 29, 2016 | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | Since Launch July 02, 2013 |
| NIPF-Equity Sub-fund | 302.7 | 204.8085 | (2.9%)* | (1.5%)* | 5.3%* | 51.5%* | 30.5% |
| NIPF-Debt Sub-fund | 205.7 | 118.3573 | 3.4% | 4.0% | 4.8% | 5.6% | 6.2% |
| NIPF-Money Market Sub-fund | 115.6 | 118.1580 | 3.6% | 3.9% | 4.6% | 6.2% | 6.1% |

* Cumulative Returns
All Other returns are annualized

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 | | Investment Objective |
|--------------------------------------|---|---|
| Launch Date: | July 2, 2013 | To provide a secure source of savings and regular income after retirement to the Participants. |
| Fund Size: | Rs. 624 million | |
| NAFA Islamic Pension Fund-NIPF Type: | Open-end – Shariah Compliant Voluntary Pension Scheme | Fund Manager's Commentary |
| Dealing Days: | Daily – Monday to Friday | During the month of February: |
| 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 | NIPF Equity Sub-fund unit price decreased by 2.9% compared with 0.2% decreased in KMI-30 Index. The Sub-fund was around 87% invested in equities with major weights in Cement, Fertilizer, and, Oil & Gas Exploration Companies sectors. Equity Sub-fund maintains exposure of at least 90% in listed equities on average. Last 3 months average allocation in equity was 93.5% of net asset. |
| Front end Load: | Upto 3% on Contributions | |
| Back end Management Fee: | 0% | 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 0.72 year. |
| | On average Annual Net Assets of each Sub-fund. | |
| Risk Profile: | Investor dependent | NIPF Money Market Sub-fund generated annualized return of 3.2%. The Sub-fund was invested primarily in short-term GoP Ijara Sukuks and Islamic bank deposits. Money Market Sub-fund average maturity cannot exceed 1 year. Weighted Average Maturity of Sub-fund is 0.38 year. |
| Custodian & Trustee: | Central Depository Company (CDC) | |
| Auditors: | KPMG Taseer Hadi & Co. Chartered Accountants | |
| Fund Manager: | Sajjad Anwar, CFA | |
| Minimum Subscription: | Initial: Rs. 10,000/- Subsequent: Rs. 1,000/- | |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) | |
| Leverage: | Nil | |

Credit Quality of the Portfolio (as on 29 Feb 2016)

| | Debt | Money Market |
|-----------------------------------|---------------|---------------|
| Government Securities (AAA rated) | 49.0% | 25.7% |
| AAA | 8.4% | 14.8% |
| AA+ | 17.5% | 11.6% |
| AA | 4.7% | 9.8% |
| A+ | 18.6% | 36.6% |
| Others | 1.8% | 1.5% |
| Total | 100.0% | 100.0% |

Asset Allocation (% of Total Assets)

| Equity Sub-fund | 29-Feb-16 | 29-Jan-16 |
|------------------------------|---------------|---------------|
| Equity | 86.7% | 93.4% |
| Cash Equivalents | 12.8% | 6.4% |
| Others including receivables | 0.5% | 0.2% |
| Total | 100.0% | 100.0% |

| Debt Sub-fund | 29-Feb-16 | 29-Jan-16 |
|-----------------------------|---------------|---------------|
| Cash Equivalents | 49.2% | 48.7% |
| GOP Ijara Sukuk-Govt Backed | 49.0% | 49.6% |
| Others | 1.8% | 1.7% |
| Total | 100.0% | 100.0% |

| Money Market Sub-fund | 29-Feb-16 | 29-Jan-16 |
|-----------------------------|---------------|---------------|
| Cash Equivalents | 72.8% | 70.3% |
| GOP Ijara Sukuk-Govt Backed | 25.7% | 28.3% |
| Others | 1.5% | 1.4% |
| Total | 100.0% | 100.0% |

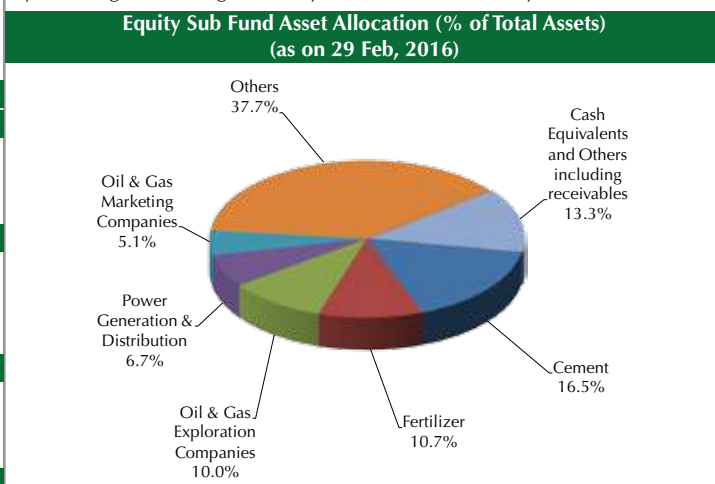
WORKERS' WELFARE FUND (WWF)

NIPF has maintained provisions against Workers' Welfare Fund's liability in individual sub-Funds as stated below:

| | Total amount Provided | Amount Per Unit Rs | Last One Year return would otherwise have been higher by: |
|-----------------------|-----------------------|--------------------|---|
| Equity Sub-Fund | 1,341,944 | 0.9081 | 0.47% |
| Debt Sub-Fund | 182,708 | 0.1051 | 0.09% |
| Money Market Sub-Fund | 137,561 | 0.1406 | 0.12% |

For details investors are advised to read the Note 13.1 of the Financial Statements of the Scheme for the period ended September 30, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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 63 of Income Tax Ordinance.



Top Ten Holdings of Equity Sub-fund (as on 29 Feb, 2016)

| Name | (% of Total Assets) | Name | (% of Total Assets) |
|--------------------------|---------------------|-----------------------------|---------------------|
| Engro Corporation Ltd | 6.0% | Pakistan Petroleum Ltd | 3.1% |
| Mari Gas Company Ltd | 4.0% | Kohinoor Textile Mills Ltd. | 2.9% |
| D. G. Khan Cement Co Ltd | 3.9% | Fauji Cement Company Ltd | 2.9% |
| Lucky Cement Ltd | 3.7% | Pakistan Oilfields Ltd | 2.9% |
| Engro Fertilizer Ltd | 3.4% | Kot Addu Power Co Ltd | 2.7% |

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Syed Suleman Akhtar, CFA,
Asim Wahab Khan, CFA, Muhammad Ali Bhabha, CFA, FRM,
Muhammad Imran, CFA, ACCA, Salman Ahmed

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 Pension fund. All investments in Pension 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.

NAFA Islamic Principal Protected Fund-I (NIPPF-I)



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/02/2016): Rs.108.3457

February 2016

Performance %

| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | Since Launch* March 05, 2014 |
|---|----------|-----------|---------------------------------|---------|------------------------------|
| NAFA Islamic Principal Protected Fund-I (NIPPF-I) | (0.6%) | (1.8%) | 2.7% | 21.3% | 10.6% |
| Benchmark | (0.2%) | (1.3%) | 3.4% | 11.0% | 6.6% |

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

General Information

Launch Date: March 5, 2014
Fund Size: Rs. 1,331 million
Type: Shariah Compliant - Open-end - Capital Protected Fund
Dealing Days: Daily - Monday to Friday
Dealing Time: (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement: 2-3 business days
Pricing Mechanism: Forward Pricing
Load: Back end: 0%
Management Fee: 2% per annum
Risk Profile: Low
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 & Islamic Bank Deposits based on Fund's actual allocation.
Fund Manager: Sajjad Anwar, CFA
Asset Manager Rating: AM2+ by PACRA (High Investment Management Standards)

Investment Objective

The objective of NAFA Islamic Principal Protection Fund-I 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- I has generated a cumulative return of 22.2% versus 13.5% return of the Benchmark. The current equity exposure stands at around 13%. During the month, maximum multiplier stood at 1.8 whereas minimum multiplier was 0.8. Key holdings of the Fund belong to Power Generation & Distribution, Automobile Assembler, and Oil & Gas Marketing Companies sectors.

Asset Allocation (% of Total Assets) 29-Feb-16 29-Jan-16

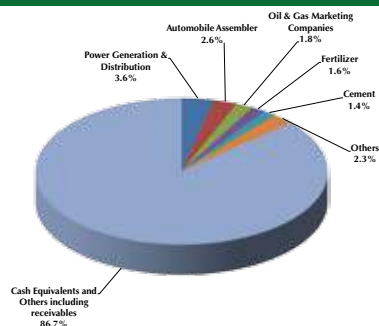
| | | |
|------------------------------|---------------|---------------|
| Equities / Stocks | 13.3% | 28.3% |
| Cash | 81.0% | 71.2% |
| Others including receivables | 5.7% | 0.5% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Characteristics of Equity Portfolio**

| | PER | PBV | DY |
|---------|-----|-----|------|
| NIPPF-I | 8.1 | 2.4 | 7.1% |
| KMI-30 | 9.6 | 2.4 | 6.4% |

** Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 29 Feb, 2016)



WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 7,552,236/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.6146/0.58%. For details investors are advised to read Note 8 of the Financial Statements of the Scheme for the period ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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 Income Tax Ordinance.

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Top Ten Holdings (as on 29 Feb, 2016)

| Name | Asset Class | % of Total Assets | Name | Asset Class | % of Total Assets |
|---------------------------|-------------|-------------------|-------------------------|-------------|-------------------|
| Kot Addu Power Co Ltd | Equity | 2.0% | Pak Suzuki Motor Co Ltd | Equity | 0.8% |
| Indus Motor Company Ltd | Equity | 1.8% | Engro Fertilizer Ltd | Equity | 0.8% |
| Hub Power Company Ltd | Equity | 1.6% | Engro Corporation Ltd | Equity | 0.8% |
| Meezan Bank Ltd | Equity | 1.1% | D G Khan Cement Co | Equity | 0.6% |
| Pakistan State Oil Co Ltd | Equity | 1.0% | Pak Elektron Ltd | Equity | 0.5% |

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Syed Suleman Akhtar, CFA
Asim Wahab khan, CFA
Muhammad Ali Bhabha, CFA, FRM
Muhammad Imran, CFA, ACCA

Performance %

| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | FY 2015 | Since Launch* June 27, 2014 |
|---|----------|-----------|---------------------------------|---------|-----------------------------|
| NAFA Islamic Principal Protected Fund-II (NIPPF-II) | (1.1%) | (5%) | (1%) | 21.0% | 8.7% |
| Benchmark | (0.1%) | (3.4%) | 1.2% | 12.2% | 5.1% |

* Annualized Return
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: | June 27, 2014 |
| Fund Size: | Rs. 1,166 million |
| Type: | Shariah Compliant - Open-end - Capital Protected Fund |
| Dealing Days: | Daily - Monday to Friday |
| Dealing Time: | (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 05:30 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism: | Forward Pricing |
| Load: | Back end: 0% |
| Management Fee: | 2% per annum |
| Risk Profile: | Low |
| 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 & Islamic Bank Deposits based on Fund's actual allocation. |
| Fund Manager: | Sajjad Anwar, CFA |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) |

Investment Objective

The objective of NAFA Islamic Principal Protection 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 cumulative return of 15.1% versus 8.8% return of the Benchmark. The current equity exposure stands at around 40%. During the month, maximum multiplier stood a 4.3 whereas minimum multiplier was 3.5. Key holdings of the Fund belong to Cement, Oil & Gas Marketing Companies, and Power Generation & Distribution Sectors. The Fund can invest up to 100% in equities subject to cushion availability. We are confident that the Fund will continue to generate good returns considering the improved macroeconomic and political outlook and built in dynamic equity allocation mechanism of the Fund.

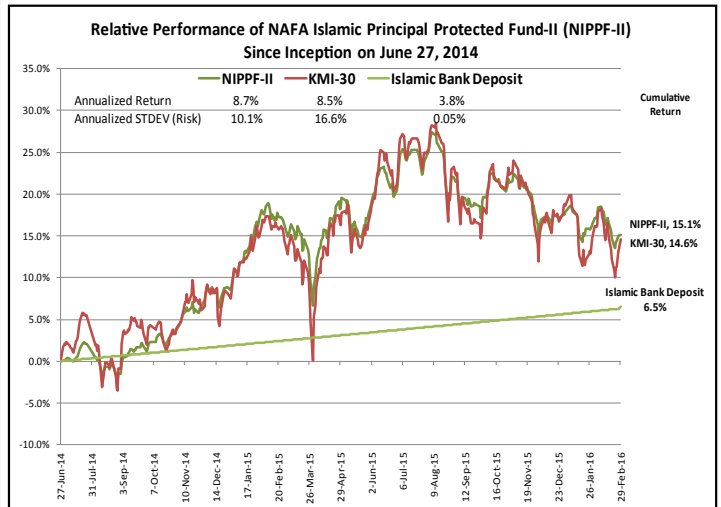
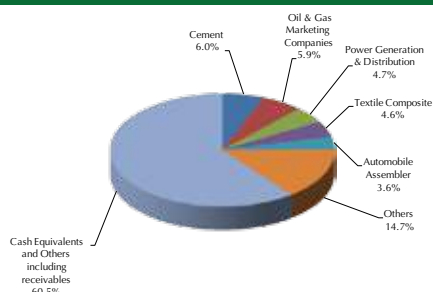
| Asset Allocation (% of Total Assets) | 29-Feb-16 | 29-Jan-16 |
|--------------------------------------|---------------|---------------|
| Equities / Stocks | 39.5% | 45.3% |
| Cash Equivalents | 59.6% | 54.2% |
| Others including receivables | 0.9% | 0.5% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Characteristics of Equity Portfolio****

| | PER | PBV | DY |
|----------|-----|-----|------|
| NIPPF-II | 7.7 | 2.1 | 5.9% |
| KMI-30 | 9.6 | 2.4 | 6.4% |

**** Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 29 Feb, 2016)



Top Ten Holdings (as on 29 Feb, 2016)

| Name | Asset Class | % of Total Assets | Name | Asset Class | % of Total Assets |
|----------------------------|-------------|-------------------|--------------------------|-------------|-------------------|
| Kohinoor Textile Mills Ltd | Equity | 2.9% | Pakistan Oilfields Ltd | Equity | 1.7% |
| Kot Addu Power Co Ltd | Equity | 2.6% | Pak Petroleum Ltd | Equity | 1.6% |
| Pakistan State Oil Co. Ltd | Equity | 2.2% | Nishat Mills Ltd | Equity | 1.6% |
| Attock Petroleum Ltd | Equity | 2.2% | D G Khan Cement Co Ltd | Equity | 1.6% |
| Indus Motor Company Ltd | Equity | 2.1% | Pak Suzuki Motor Co. Ltd | Equity | 1.6% |

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 5,069,719,-/If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.4903/0.43%. For details investors are advised to read Note 9 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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 Income Tax Ordinance.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Syed Suleman Akhtar, CFA
Asim Wahab Khan, CFA
Muhammad Ali Bhabha, CFA, FRM
Muhammad Imran, CFA, ACCA

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/02/2016): Rs.101.5549

February 2016

| Performance % | | | | |
|--|----------|-----------|---------------------------------|--------------------------------|
| Performance Period | Feb 2016 | FYTD 2016 | Rolling 12 Months Mar 15-Feb 16 | Since Launch January 09, 2015* |
| NAFA Islamic Principal Preservation Fund (NIPPF) | (0.9%) | (0.5%) | 2.0% | 4.0% |
| Benchmark | (0.4%) | (2.6%) | 0.4% | 1.5% |

* Annualized Return
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 | | Investment Objective |
|-----------------------|--|---|
| Launch Date: | January 9, 2015 | 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 Sharia compliant income/ money market Collective Investment Schemes, while providing principal preservation. |
| Fund Size: | Rs. 1,625 million | |
| Type: | Open Ended Shariah Compliant Fund of Funds | |
| Dealing Days: | Daily – Monday to Friday | |
| Dealing Time: | (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M | |
| Settlement: | 2-3 business days | |
| Pricing Mechanism: | Forward Pricing | |
| Back end Load: | 1% in year 1, 0.5% in year 2 and no load beyond 2 years | |
| Management Fee: | 1) On invested amount in NAFA fund, no additional fee. 2) Cash in Bank account: 1.25% p.a. | |
| Risk Profile: | Low | |
| Listing: | Pakistan Stock Exchange | Fund Manager's Commentary Since inception, NIPPF has generated a cumulative return of 4.5% versus 1.7% return of the Benchmark. The current exposure in equity/asset allocation funds stands at around 10%. During the month, maximum multiplier stood at 4.3 whereas minimum multiplier was 1.9. The Fund can invest up to 100% in equity related funds subject to cushion availability. We are confident that the Fund will generate good returns considering the improved macroeconomic and political outlook and built in dynamic equity allocation mechanism of the Fund. |
| Custodian & Trustee: | Central Depository Company (CDC) | |
| Auditors: | A. F. Ferguson & Co. Chartered Accountants | |
| Benchmark: | Daily weighted return of KMI-30 index & Islamic Bank Deposits based on Fund's actual allocation. | |
| Fund Manager: | Sajjad Anwar, CFA | |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) | |

| Asset Allocation (% of Total Assets) | 29-Feb-16 | 29-Jan-16 |
|--------------------------------------|---------------|---------------|
| Islamic Asset Allocation Fund | 0.0% | 4.3% |
| Islamic Stock Fund | 10.4% | 21.5% |
| Cash | 89.0% | 73.5% |
| Others including receivables | 0.6% | 0.7% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

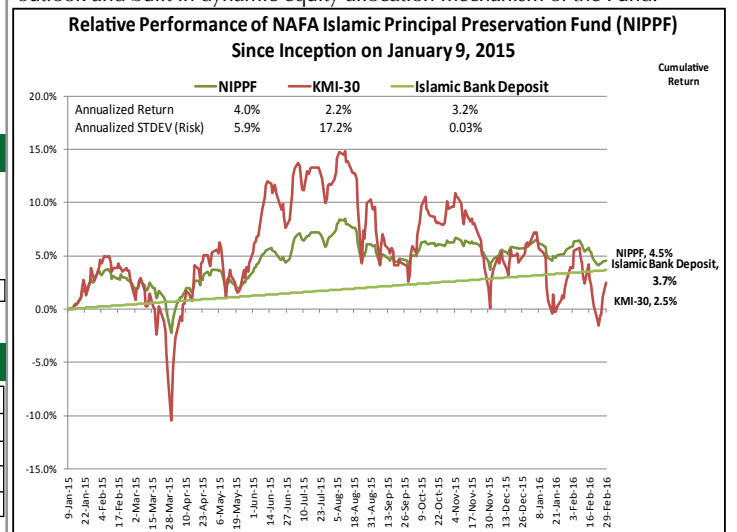
| Characteristics of Equity Portfolio** | | | |
|---------------------------------------|-----|-----|------|
| | PER | PBV | DY |
| NIAAF | 7.9 | 2.2 | 5.5% |
| NISF | 7.7 | 2.1 | 5.0% |
| KMI-30 | 9.6 | 2.4 | 6.4% |

** Based on NAFA's estimates

| Top Holdings (%age of total assets) (as on 29 Feb, 2016) | |
|---|--------------|
| NAFA Islamic Stock Fund | 10.4% |
| Total | 10.4% |

WORKERS' WELFARE FUND (WWF)
The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 1,767,381/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.1105/0.11%.For details investors are advised to read the Note 9 of the Financial Statements of the Scheme for the half year ended December 31, 2015. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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 Income Tax Ordinance.



Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Syed Suleman Akhtar, CFA
Asim Wahab Khan, CFA
Muhammad Ali Bhabha, CFA, FRM
Muhammad Imran, CFA, ACCA

NAFA Islamic Active Allocation Plan-I (NIAAP-I)



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/02/2016): Rs. 100.2392

February 2016

Performance %*

| Performance Period | February 2016 | Since Launch January 15, 2016 |
|---------------------------------------|---------------|----------------------------------|
| NAFA Islamic Active Allocation Plan-I | (0.6%) | 0.2% |
| Benchmark | 0.3% | 1.8% |

* Cumulative Return

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

General Information

| | |
|-----------------------|--|
| Launch Date: | January 15, 2016 |
| Fund Size: | Rs. 1,261 million |
| Type: | Open Ended Shariah Compliant Fund of Funds |
| Dealing Days: | Daily – Monday to Friday |
| Dealing Time: | (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism | Forward Pricing |
| 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. |
| 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 deposit rate of A- rated Islamic banks and windows based on actual investment. |
| Fund Manager: | Sajjad Anwar, CFA |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) |

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) this January which is the first plan under NAFA Islamic Active Allocation Fund-I. The Active Allocation Plan will be 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 0.2% versus 1.8% return of the Benchmark. The current exposure in Equity and Money Market funds stands at around 93%. 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.

Asset Allocation (% of Total Assets) 29-Feb-16 29-Jan-16

| Asset Allocation (% of Total Assets) | 29-Feb-16 | 29-Jan-16 |
|--------------------------------------|---------------|---------------|
| Shariah Compliant Funds | 92.7% | 91.8% |
| Cash Equivalents | 6.8% | 7.7% |
| Others including receivables | 0.5% | 0.5% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Characteristics of Equity Portfolio**

| | PER | PBV | DY |
|----------|-----|-----|------|
| NIAAEF** | 8.0 | 2.0 | 5.1% |
| KMI-30 | 9.6 | 2.4 | 6.4% |

** Based on NAFA's estimates

Top Holdings (% age of total assets) (as on 29 Feb, 2016)

| Top Holdings | % age of total assets |
|---|-----------------------|
| NAFA Islamic Active Allocation Equity Fund | 50.0% |
| NAFA Active Allocation Riba Free Savings Fund | 42.7% |
| Total | 92.7% |

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Syed Suleman Akhtar, CFA
Asim Wahab Khan, CFA
Muhammad Imran, CFA, ACCA

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NAFA Active Allocation Riba Free Savings Fund



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/02/2016): Rs. 10.0556

February 2016

Performance

| Performance % | February 2016 | Since Launch January 18, 2016* |
|---|---------------|--------------------------------|
| NAFA Active Allocation Riba Free Savings Fund | 4.8% | 4.8% |
| Benchmark | 4.6% | 4.7% |

* Annualized Simple Return
(Returns are net of management fee & all other expenses)

General Information

| | |
|-----------------------|---|
| Launch Date: | January 18, 2016 |
| Fund Size: | Rs. 638 Million |
| Type: | Open-end – Shariah Compliant Income Fund |
| Dealing Days: | Daily – Monday to Friday |
| Dealing Time: | (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism | Forward Pricing |
| Load: | Front end: 0% Back end: 0% |
| Management Fee: | 1.25% per annum |
| Risk Profile: | Low |
| Custodian & Trustee: | Central Depository Company (CDC) |
| Auditors: | A. F. Ferguson & Co. Chartered Accountants |
| Benchmark: | Average of 6-Month deposit rates (A- & above rated Islamic banks) |
| Fund Manager: | Muhammad Ali Bhabha, CFA, FRM |
| Minimum Subscription | Rs. 10,000/- |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) |

Investment Objective

To earn a reasonable rate of return along with a high degree of liquidity by investing in short-term Shari'ah compliant banks deposits and money market/debt securities.

Fund Manager's Commentary

During the month under review, the Fund has generated an annualized return of 4.8% against the benchmark return of 4.6%, thus registering an outperformance of 0.2% p.a. This outperformance is net of management fee and all other expenses.

The Fund aims to consistently generate a 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 Shariah compliant Government Securities of maturity upto 3 years as well as Shariah compliant money market and debt securities of up to 2 years maturity rated AA- or better.

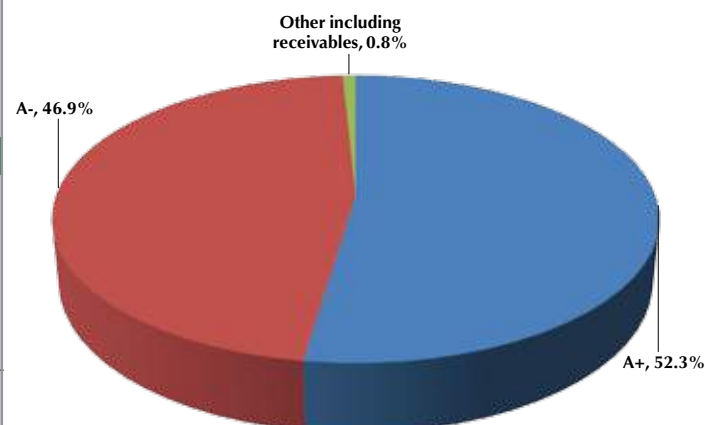
Around 99.2% of the portfolio is allocated in bank deposits. The higher allocation in bank deposits is due to better yields as compared to other authorized investment avenues. The weighted average time-to-maturity of the Fund is 1 day.

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

Asset Allocation (% of Total Assets)

| | 29-Feb-16 | 29-Jan-16 |
|-----------------------------|---------------|---------------|
| Cash Equivalents | 99.20% | 99.60% |
| Other including receivables | 0.80% | 0.40% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Credit Quality of the Portfolio as of February 29th, 2016 (% of Total Assets)



Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Syed Suleman Akhtar, 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 Income Tax Ordinance.

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. The NAV based prices of units and any dividends/returns thereon are dependent on forces and factors affecting the capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand investment policies and the risks involved.

NAFA Islamic Active Allocation Equity Fund



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/02/2016): Rs. 9.8998

February 2016

Performance %*

| Performance % | February 2016 | Since Launch January 15, 2016 |
|--|---------------|-------------------------------|
| NAFA Islamic Active Allocation Equity Fund | (2.1%) | (1%) |
| Benchmark | (0.2%) | 2.9% |

* Cumulative Return
(Returns are net of management fee & all other expenses)

General Information

| | |
|-----------------------|---|
| Launch Date: | January 18, 2016 |
| Fund Size: | Rs. 545 million |
| Type: | Open Ended Shariah Compliant Equity Scheme |
| Dealing Days: | Daily – Monday to Friday |
| Dealing Time: | (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism | Forward Pricing |
| Load: | Front end-0% Back end-0% |
| Management Fee: | 2% p.a |
| Risk Profile | High |
| Custodian & Trustee: | Central Depository Company (CDC) |
| Auditors: | A. F. Ferguson & Co. Chartered Accountants |
| Benchmark: | KMI-30 |
| Fund Manager: | Asim Wahab Khan, CFA |
| Asset Manager Rating: | AM2+ by PACRA (High Investment Management Standards) |

Investment Objective

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.

Fund Manager's Commentary

NAFA launched its second open-end Islamic Equity Fund namely NAFA Islamic Active Allocation Equity Fund (NIAAEF) this January. The aim of the Fund is to provide growth to the investment of Unit holders over the long-term in approved Shariah compliant equities.

NIAAEF started off the month with an allocation of around 65% in equities, which was increased to around 87% during the month. NIAAEF underperformed the Benchmark in February as the Fund was underweight in select Fertilizers and Power Generation & Distribution Companies sectors stocks which outperformed the market and overweight in select Cements, Textile Composite and Glass & Ceramics sectors stocks which underperformed the market. During the month, the allocation was increased in Cements, Pharmaceuticals, Automobile Assembler, and Refinery sectors stocks.

Top Ten Holdings (as on 29 Feb, 2016)

| Name | Asset Class | % of Total Assets | Name | Asset Class | % of Total Assets |
|---------------------------|-------------|-------------------|----------------------------|-------------|-------------------|
| D G Khan Cement Co | Equity | 7.0% | Lucky Cement Ltd | Equity | 4.4% |
| Engro Corporation Ltd | Equity | 6.4% | Mari Petroleum Company Ltd | Equity | 4.2% |
| Pakistan State Oil Co Ltd | Equity | 4.7% | Fauji Cement Company Ltd | Equity | 4.1% |
| Pakistan Oilfields Ltd | Equity | 4.6% | Pak Elektron Ltd | Equity | 3.8% |
| Nishat Mills Ltd | Equity | 4.5% | Hub Power Company Ltd | Equity | 3.7% |

Asset Allocation (% of Total Assets) 29-Feb-16 29-Jan-16

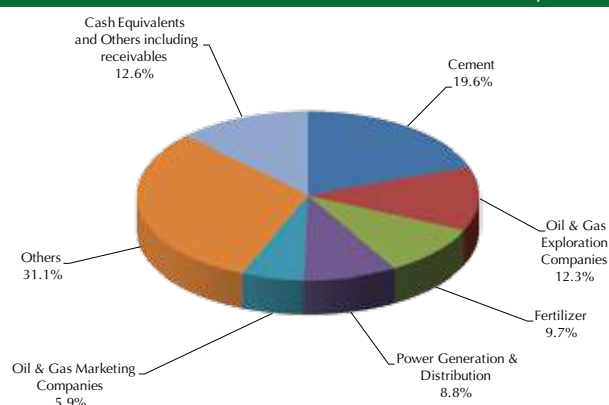
| Asset Allocation (% of Total Assets) | 29-Feb-16 | 29-Jan-16 |
|--------------------------------------|---------------|---------------|
| Equities / Stocks | 87.4% | 64.8% |
| Cash Equivalents | 12.0% | 35.0% |
| Others including receivables | 0.6% | 0.2% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Characteristics of Equity Portfolio**

| | PER | PBV | DY |
|----------|-----|-----|------|
| NIAAEF** | 8.0 | 2.0 | 5.1% |
| KMI-30 | 9.6 | 2.4 | 6.4% |

** Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 29th February, 2016)



Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Syed Suleman Akhtar, CFA
Asim Wahab Khan, CFA
Muhammad Imran, CFA, ACCA

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