

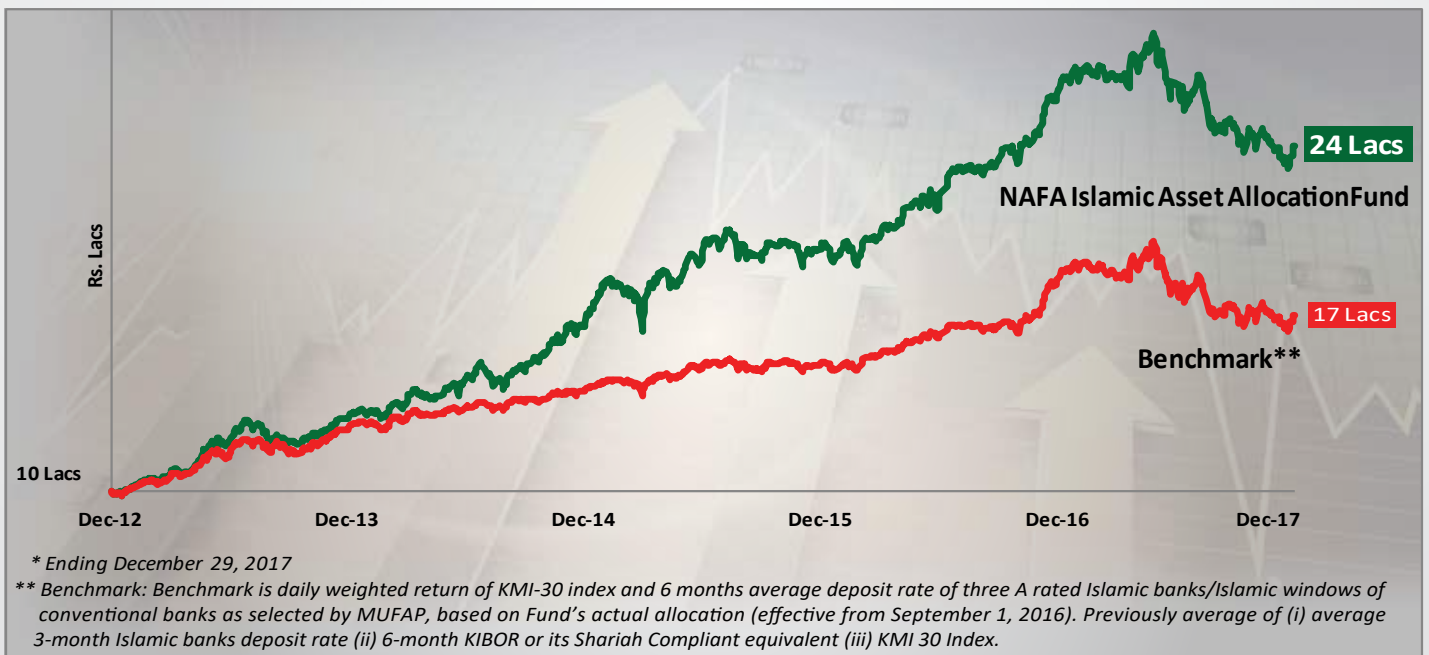
Fund Manager Report of Shariah Compliant Schemes

December 2017



Investment of
Rs. 10 lacs grew to
Rs. 24 lacs in
NAFA Islamic Asset Allocation Fund
in only **5 Years***

You can invest with Rs. 10,000 only.



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Your investments & "NAFA" grow together



Joint - Venture Partners

Fund-size: Rs.1,255 Crore as on December 29, 2017

Fund Category: Shariah Compliant Asset Allocation Fund.

Annualized return since inception of Fund on October 26, 2007 is 14.6% p.a. vs Benchmark return of 10.1% p.a. Last one year return was -8.8% vs benchmark return of -8.3%.

Note: Performance is based on dividend reinvestment gross of withholding Taxes, excluding cost of frontend load. Taxes apply as per current income tax law.

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 risk. Past performance is not necessarily indicative of future results. Please read the offering documents to understand the investment policies and the risk involved. The scheme holds certain non-compliant investments. Before making any investment decision investors should review the latest monthly Fund Manager Report and Financial Statements. The reported returns may include provision and reversal of provisions against some debt securities.

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December 2017

NAFA Islamic Mutual Funds - Collective Investment Schemes (CISs)

Risk Profile	Fund Name	Fund Size (Rs. In Crore)	Stability Rating	Inception Date	December 2017	FYTD	Rolling 12 Months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Since Inception
Lowest Risk	Islamic Income Funds												
	NAFA Riba Free Savings Fund	333	A (f)	20-Aug-10	5.1%	4.9%	5.5%	5.9%	5.5%	7.4%	7.8%	8.7%	7.8%
	Benchmark				2.6%	2.5%	2.6%	3.1%	4.9%	6.7%	6.7%	7.3%	6.1%
	NAFA Islamic Income Fund <i>(Formerly; NAFA Islamic Aggressive Income Fund)</i>	448	A- (f)	26-Oct-07	5.0%	4.9%	5.1%	5.4%	7.4%	9.2%	13.6%	6.8%	6.6%
	Benchmark				2.6%	2.5%	2.9%	3.9%	4.8%	6.6%	6.5%	7.0%	6.0%
Moderate Risk	Equity Related Islamic Funds												
	Cumulative Returns												Annualized Return
	NAFA Islamic Asset Allocation Fund	1,255		26-Oct-07	0.3%	(9.6%)	(8.8%)	20.3%	13.1%	33.8%	22.2%	36.3%	14.6%
	Benchmark				0.7%	(6.6%)	(8.3%)	11.9%	9.2%	12.1%	17.7%	28.9%	10.1%
High Risk	NAFA Islamic Stock Fund	645		09-Jan-15	0.6%	(14.6%)	(13.2%)	32.5%	12.9%	n/a	n/a	n/a	12.6%
	Benchmark				0.8%	(12.7%)	(16.1%)	18.8%	15.5%	n/a	n/a	n/a	9.5%

NAFA ISLAMIC PENSION FUND (NIPF) - Voluntary Pension Scheme (VPS)

Risk Profile	Fund Name	Fund Size	Inception Date	December 2017	FYTD	Rolling 12 Months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Since Inception	
													Annualized Returns
Low Risk	NIPF - Money Market Sub-fund	29		02-Jul-13	3.5%	3.1%	3.2%	3.8%	3.9%	6.2%	n/a	n/a	5.1%
	NIPF - Debt Sub-fund	38		02-Jul-13	3.4%	2.4%	2.8%	3.9%	3.8%	5.6%	n/a	n/a	5.0%
	Cumulative Returns												Annualized Return
High Risk	NIPF - Equity Sub-fund	87		02-Jul-13	0.5%	(14.1%)	(11.3%)	35.8%	16.9%	51.5%	n/a	n/a	25.9%

Notes: 1) Performance is net of management fee and all expenses. The calculation of performance does not include cost of front-end load. For mutual funds the performance reported is based on dividend reinvestment (gross of with-holding tax where applicable).
2) Tax credit also available as per section 62 & 63 of the Income Tax Ordinance, 2001.
3) Taxes apply.

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

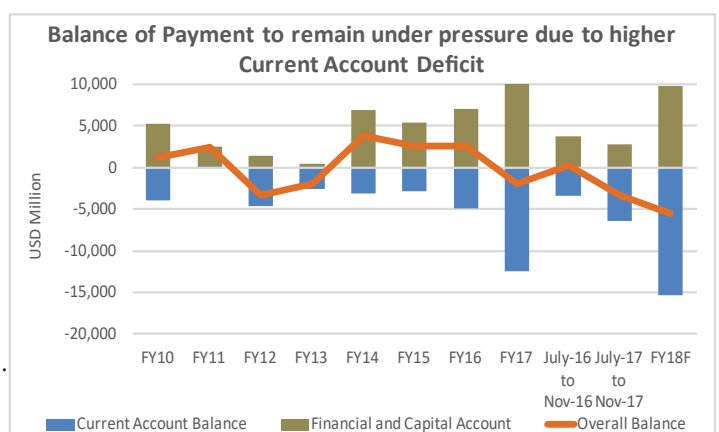
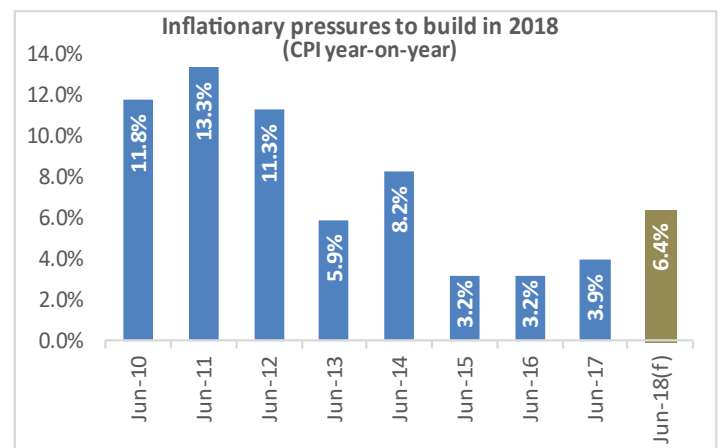
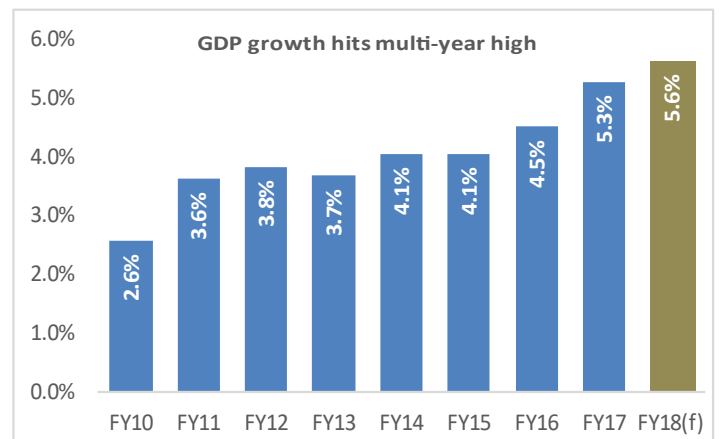
Pakistan Economic and Investment Outlook 2018

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

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

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

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

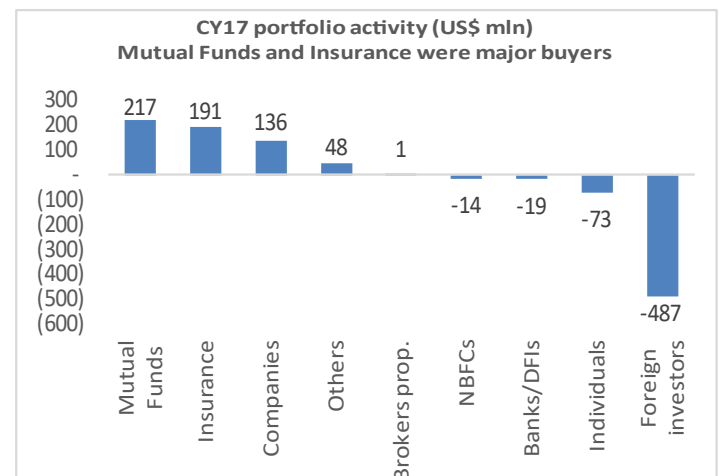
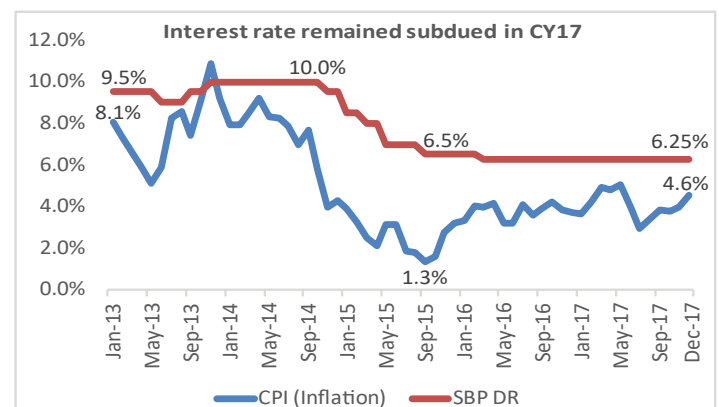
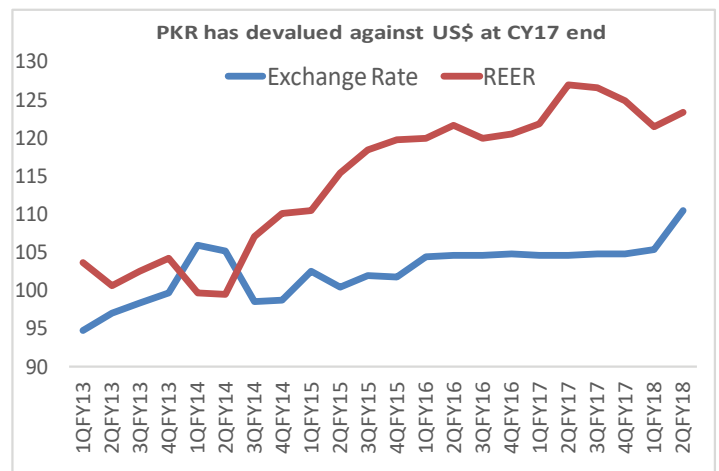
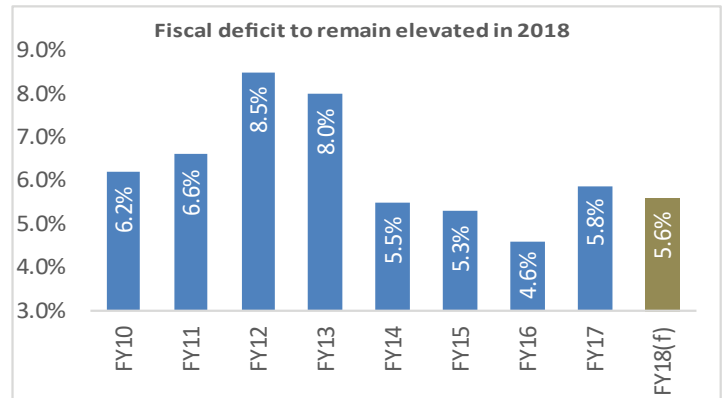


Fiscal Deficit: In our opinion, FY18 fiscal deficit would likely remain in the vicinity of 5.6% of GDP, exceeding the government target of 4.1%, due to slippages on the expenditures side amid higher spending by federal and provincial governments before the next general elections, no IMF oversight, and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

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

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

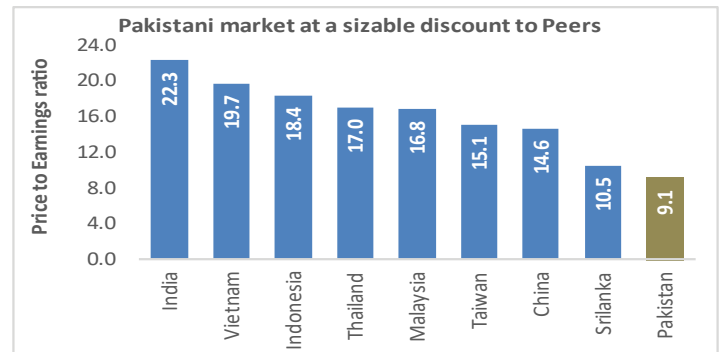
Stock market: After giving positive return in each of the calendar years during CY 2012 to 2016, averaging 33% per year, the market in CY2017 posted a negative return of 15% with most of the downturn coming in the latter half of the year. The first half of 2017 saw an upbeat assessment from a stable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



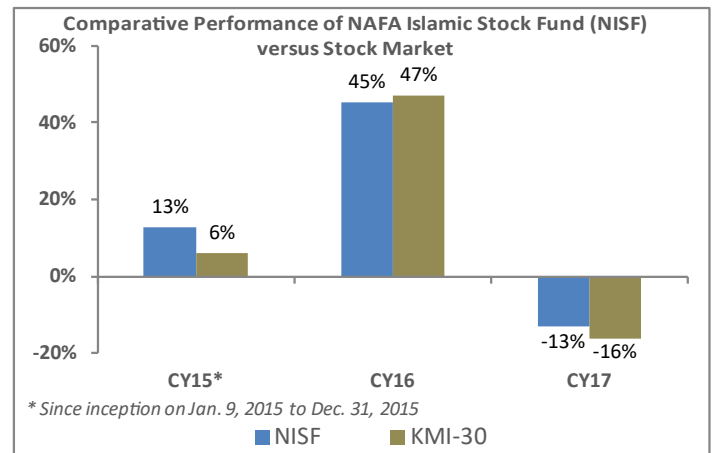
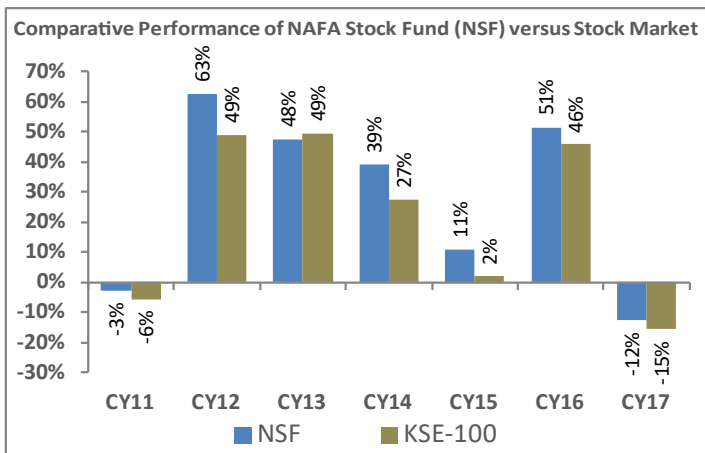
on borders with India and Afghanistan, have all culminated into an overall decline of 23% in the stock market from its peak.

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

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



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



December 2017

Stock Market Review

Local equities remained volatile during December, falling by as much as 5.9% during the month, but bounced back sharply in the latter half of the month with KMI-30 closing at 68,612 points, up by 0.8% MoM. During CY17, the stock market performance was a tale of two halves whereby the first half saw the market hitting its all time high in the month of May but declined from there on, to close the year with a decline of 16.1%. Robust market performance during the first half was on the back of stable political and economic environment along with anticipation of net positive foreign inflows from upgrade into MSCI Emerging Market (EM) Index. However, rise in both domestic & regional political noise, and concerns over external account accentuated in the second half along with some negative one offs in key corporate earnings led to steep market decline in the latter half. Foreigners again remained net seller of US Dollar 487 million during CY17 amid concerns mainly over PKR devaluation. The main buyers during CY17 were Mutual Funds and Insurance companies with positive inflow of USD 217 million and USD 191 million, respectively.

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

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

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

Money Market Review

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

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

Our Contacts

Contact our Investment Consultant for free Investment advice

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Performance %

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

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

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

General Information

Launch Date:	August 20, 2010
Fund Size:	Rs. 3,326 million
Type:	Open-end – Shariah Compliant Income Fund
Dealing Days:	Daily – Monday to Saturday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M (Saturday) 9:00 A.M to 1:00 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:***	Front End Load (Individual): without life Takaful 0.5%, with life Takaful 3% (Nil on investment above Rs. 26 million) Front End Load (Other): 0.5% (Nil on investment above Rs. 16 million) Back End Load: NIL
Management Fee:	10% of Net Income (Min 0.5% p.a., Max 1.25% p.a.)
Total Expense Ratio:	1.12% p.a.(including 0.26% government levies)
Risk Profile:	Very Low
Fund Stability Rating:	"A(f)" by PACRA
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	Deloitte Yousuf Adil Chartered Accountants
Benchmark:**	6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP
Fund Manager:	Muhammad Ali Bhabha CFA,FRM
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

** effective from September 01, 2016; Previously Average 6-month deposit rate of A- and above rated Islamic Banks
*** effective from January 02, 2017

Investment Objective

To provide preservation of capital and earn a reasonable rate of return along with a high degree of liquidity by investing in short-term Shariah compliant banks and money market / debt securities.

Fund Manager Commentary

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

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

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

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

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

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

Asset Allocation (% of Total Assets)	30-Dec-17	30-Nov-17
GOP Ijara Sukuks	3.0%	2.7%
Commercial Paper (Islamic)	4.3%	-
Bank Deposits	92.1%	96.8%
Others including receivables	0.6%	0.5%
Total	100.0%	100.0%
Leverage	Nil	Nil

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 3,057,923/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0097/0.10%. For details investors are advised to read note 8 of the financial statements of the Scheme for the period ended September 30, 2017.

Name of the Members of Investment Committee

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

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

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

NAFA Islamic Income Fund (NIIF)

(Formerly; NAFA Islamic Aggressive Income Fund)



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/12/2017): Rs. 9.7366

December 2017

Performance %

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

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

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. 4,476 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 Load (Individual): without life Takaful 1%, with life Takaful 3% (Nil on investment above Rs. 26 million) Front End Load (Other): 1% (Nil on investment above Rs. 16 million) Back End Load: NIL 10% of Net Income (Min 0.5% p.a., Max 1.0% p.a.)
Management Fee:	1.07% p.a. (including 0.26% government levies)
Total Expense Ratio:	1.07% p.a. (including 0.26% government levies)
Risk Profile:	Low to Medium
Fund Stability Rating:	"A-(f)" by PACRA
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	Deloitte Yousuf Adil Chartered Accountants
Benchmark:**	6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP
Fund Manager:	Muhammad Ali Bhabha, CFA, FRM
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

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

*** effective from January 02, 2017

Investment Objective

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

Fund Manager Commentary

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

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

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

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

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

Asset Allocation (% of Total Assets) 29-Dec-17 30-Nov-17

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

Top Sukuk Holdings (as at December 29, 2017)

Name of Sukuk	% of Total Assets
Dubai Islamic Bank - Sukuk 14-JUL-17 14-JUL-27	2.9%
K-Electric AZM Sukuk Limited - 5 Years 19-MAR-14 19-MAR-19	0.6%
Total	3.5%

Sindh Workers' Welfare Fund (SWWF)

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

Name of the Members of Investment Committee

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

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

Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets
New Allied Electronics (Sukuk I)	SUKUK	110,000,000	110,000,000	-	-	-
New Allied Electronics (Sukuk II)	SUKUK	4,905,437	4,905,437	-	-	-
Total		114,905,437	114,905,437	-	0.0%	0.0%

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

GOP Ijarah Sukuk (AAA rated)	8.8%
AAA	26.4%
AA+	4.6%
AA	0.6%
AA-	4.2%
A+	11.6%
A-	42.7%
Others including receivables	1.1%
Total	100.0%

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Performance %

Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Last 3 Years*	Last 5 Years*	Last 10 Years*	Since Launch October 26, 2007*
NAFA Islamic Asset Allocation Fund	0.3%	(9.6%)	(8.8%)	20.3%	13.1%	33.8%	22.2%	36.3%	12.7%	19.3%	15.2%	14.6%
Benchmark**	0.7%	(6.6%)	(8.3%)	11.9%	9.2%	12.1%	17.7%	28.9%	6.8%	11.4%	10.4%	10.1%

* Annualized Return

All Other returns are Cumulative

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

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

General Information

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

*** effective from January 02, 2017

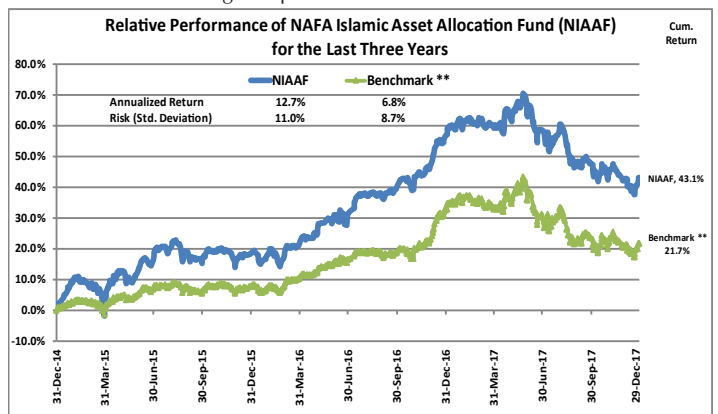
Investment Objective

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

Fund Manager's Commentary

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

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



Asset Allocation (% of Total Assets) 29-Dec-17 30-Nov-17

Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Equities / Stocks	57.6%	54.6%
Cash	41.4%	44.3%
Others including receivables	1.0%	1.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Note: Amount invested by fund of funds is Rs 31 million.

Characteristics of Equity Portfolio****

	PER	PBV	DY
NIAAF	9.4	2.2	4.8%
KMI-30	9.8	2.6	4.7%

**** Based on NAFA's estimates

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

Oil & Gas Exploration Companies	16.1%
Cement	7.9%
Fertilizer	6.6%
Textile Composite	4.8%
Oil & Gas Marketing Companies	4.8%
Others	17.4%

Name of the Members of Investment Committee

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

Sindh Workers' Welfare Fund (SWWF)

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

Notes: 1) The calculation of performance does not include cost of front end load.

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

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Top Ten Holdings (as on 29 December, 2017)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pakistan Oilfields Ltd	Equity	4.4%	Nishat Mills Ltd	Equity	3.1%
Oil & Gas Dev Co Ltd	Equity	4.3%	Hub Power Company Ltd	Equity	2.6%
Pak Petroleum Ltd	Equity	4.0%	Engro Fertilizer Ltd	Equity	2.4%
Engro Corporation Ltd	Equity	4.0%	Lucky Cement Ltd	Equity	2.3%
Mari Petroleum Company Ltd	Equity	3.4%	Pakistan State Oil Co. Ltd	Equity	2.0%

Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets
Eden Housing (Sukuk II)	SUKUK	4,921,875	4,921,875	-	-	-
Total		4,921,875	4,921,875	-	-	-

Performance

Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	Since Launch* January 09, 2015
NAFA Islamic Stock Fund	0.6%	(14.6%)	(13.2%)	32.5%	12.9%	12.6%
Benchmark	0.8%	(12.7%)	(16.1%)	18.8%	15.5%	9.5%

* Annualized Return
All Other returns are Cumulative

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 9, 2015
Fund Size:	Rs. 6,450 million
Fund Size: (Excluding investment by fund of funds)	Rs. 6,441 million
Type:	Open-end-Shariah Compliant-Equity Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon-Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Load:**	Front End Load (Individual):3% (Nil on investment above Rs. 101 million) Front End Load (Other): 3% (Nil on investment above Rs. 50 million) Back End Load: NIL
Management Fee:	2% per annum
Total Expense Ratio (%)	3.20% p.a.(including 0.37% government levies)
Selling & Marketing Expenses	0.4% per annum
Risk Profile	High
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	KMI-30 Index
Fund Manager:	Sajjad Anwar, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

** effective from January 02, 2017

Asset Allocation (% of Total Assets) 29-Dec-17 30-Nov-17

Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Equities / Stocks	88.0%	84.1%
Cash Equivalents	10.4%	14.1%
Others including receivables	1.6%	1.8%
Total	100.0%	100.0%
Leverage	Nil	Nil

Note: Amount invested by fund of funds is Rs 9 million.

Characteristics of Equity Portfolio***

	PER	PBV	DY
NISF	9.3	2.0	4.6%
KMI-30	9.8	2.6	4.7%

***Based on NAFA's estimates

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

Oil & Gas Exploration Companies	23.1%
Cement	12.6%
Fertilizer	11.2%
Textile Composite	6.7%
Oil & Gas Marketing Companies	6.3%
Others	28.1%

Sindh Workers' Welfare Fund (SWWF)

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

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

Investment Objective

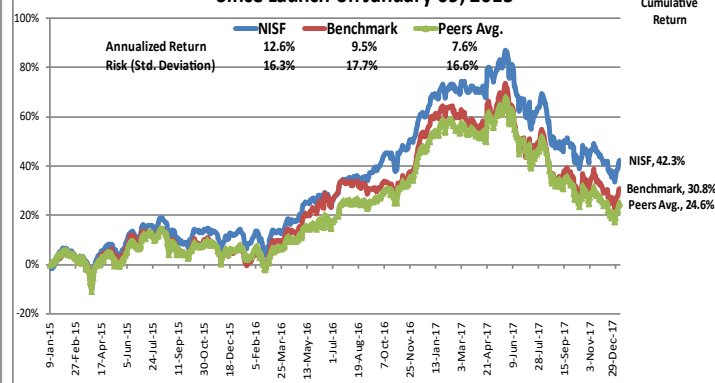
The objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio of Shariah Compliant listed equities.

Fund Manager's Commentary

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

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

Relative Performance of NAFA Islamic Stock Fund (NISF) Since Launch on January 09, 2015



Top Ten Holdings (as on 29 December, 2017)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pak Petroleum Ltd	Equity	6.7%	Engro Fertilizer Ltd	Equity	4.3%
Oil & Gas Dev Co Ltd	Equity	6.5%	Mari Petroleum Company Ltd	Equity	4.0%
Engro Corporation Ltd	Equity	6.4%	Hub Power Company Ltd	Equity	3.2%
Pakistan Oilfields Ltd	Equity	5.9%	Cherat Cement Company Ltd	Equity	3.0%
Nishat Mills Ltd	Equity	4.5%	D G Khan Cement Co Ltd	Equity	2.7%

Name of the Members of Investment Committee

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

Performance %

	Fund Size (Rs. in mln)	NAV Per Unit (Rs.) December 29, 2017	Dec 2017	FYTD 2018	Rolling 12 Months	FY 2017	FY 2016	FY 2015	Last 3 Years	Since Launch July 02, 2013
NIPF-Equity Sub-fund	869.4	283.6596	0.5%*	(14.1%)*	(11.3%)*	35.8%*	16.9%*	51.5%*	17.3%	25.9%
NIPF-Debt Sub-fund	376.1	125.8558	3.4%	2.4%	2.8%	3.9%	3.8%	5.6%	4.2%	5.0%
NIPF-Money Market Sub-fund	289.1	126.2134	3.5%	3.1%	3.2%	3.8%	3.9%	6.2%	4.3%	5.1%

* Cumulative Returns

All Other returns are annualized

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

General Information

Launch Date:	July 2, 2013
Fund size:	Rs. 1,535 million
Type:	Open-end – Shariah Compliant Voluntary Pension 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
Pricing Mechanism	Forward Pricing
Front end Load:	Upto 3% on Contributions
Back end Load:	0%
Management Fee:	On average Annual Net Assets of each Sub-Fund. Equity, Debt, Money Market 1.50% p.a. Equity 2.09% p.a. (including 0.25% government levies)
Total Expense Ratio (%)	Debt 2.03% p.a. (including 0.30% government levies) Money Market 2.07% p.a. (including 0.31% government levies)
Risk Profile	Investor dependent
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. 1000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)
Leverage	Nil

Investment Objective

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

Fund Manager's Commentary

During the month of December:

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

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

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

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

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

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

Oil & Gas Exploration Companies	24.0%
Fertilizer	13.3%
Cement	11.5%
Textile Composite	6.8%
Automobile Assembler	5.8%
Others	29.9%

Asset Allocation (% of Total Assets)

Equity Sub-fund	29-Dec-17	30-Nov-17
Equity	91.3%	88.5%
Cash Equivalents	7.2%	9.5%
Others including receivables	1.5%	2.0%
Total	100.0%	100.0%
Debt Sub-fund	29-Dec-17	30-Nov-17
Cash Equivalents	53.1%	52.9%
GOP Ijara Sukuk	43.4%	45.4%
Commercial Papers	2.3%	-
Others	1.2%	1.7%
Total	100.0%	100.0%
Money Market Sub-fund	29-Dec-17	30-Nov-17
Cash Equivalents	93.8%	93.8%
GOP Ijara Sukuk	5.2%	5.2%
Others	1.0%	1.0%
Total	100.0%	100.0%

Name of the Members of Investment Committee

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

Top Ten Holdings of Equity Sub-fund (as on 29 December, 2017)

Name	(% of Total Assets)	Name	(% of Total Assets)
Pakistan Petroleum Ltd	7.0%	Nishat Mills Ltd	4.7%
Oil & Gas Dev Co Ltd	6.7%	Mari Petroleum Company Ltd	4.1%
Pakistan Oilfields Ltd	6.2%	Hub Power Company Ltd	3.9%
Engro Corporation Ltd	6.1%	Lucky Cement Ltd	3.6%
Engro Fertilizer Ltd	5.4%	D. G. Khan Cement Co Ltd	3.1%

Sindh Workers' Welfare Fund (SWWF)

NIPF has maintained provisions against Sindh Workers' Welfare Fund's liability in individual Sub-funds as stated below:

	Total amount Provided Rs	Amount Per Unit Rs	Last One Year return would otherwise have been higher by:
Equity Sub-fund	6,827,479	2.2275	0.70%
Debt Sub-fund	602,086	0.2015	0.16%
Money Market Sub-fund	411,405	0.1796	0.15%

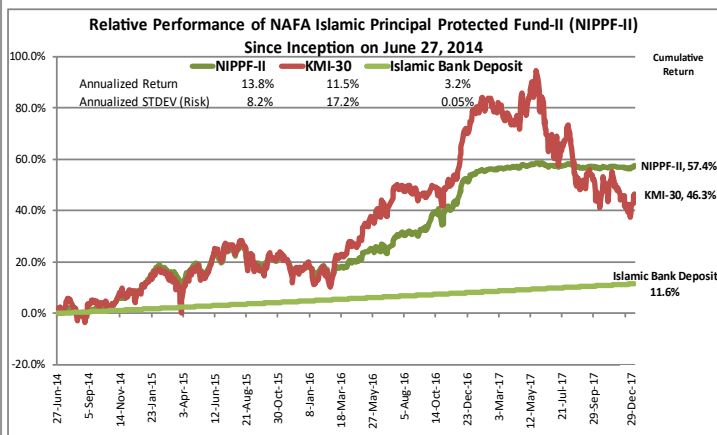
For details investors are advised to read the Note 7 of the Financial Statements of the Scheme for the period ended September 30, 2017.

Notes: 1) The calculation of performance does not include cost of front-end load.
2) Taxes apply. Further, tax credit also available as per section 63 of the Income Tax Ordinance, 2001.

Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	FY 2015	Last 3 Years*	Since Launch June 27, 2014*
NAFA Islamic Principal Protected Fund-II (NIPPF-II)	0.3%	(0.1%)	2.4%	25.8%	3.3%	21.0%	13.0%	13.8%
Benchmark	0.4%	0.4%	1.4%	16.1%	8.9%	12.2%	10.9%	10.7%

* Annualized Return
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:	June 27, 2014	The objective of NAFA Islamic Principal Protected Fund-II is to earn a potentially high return through dynamic asset allocation between Shariah compliant Equities and Money Market investment avenues, while providing principal protection.
Fund Size:	Rs. 128 million	
Type:	Open-end Shariah Compliant -Capital Protected Fund	Fund Manager's Commentary
Dealing Days:	Daily – Monday to Friday	
Dealing Time:	(Mon-Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M	Since inception, NIPPF-II has generated a return of 13.8% p.a versus benchmark return of 10.7% p.a. The current equity exposure stands at around 9%. During the month, minimum multiplier was 0.1 while maximum multiplier was 0.2. Key holdings of the Fund belong to Oil & Gas Exploration Companies, Fertilizer and Cement sector stocks.
Settlement:	2-3 business days	
Pricing Mechanism:	Forward Pricing	
Load:	Back end: 0%	
Management Fee:	Equity component 2% per annum Others: 12% of Net Income (Min 0.5% p.a., Max 1.0% p.a.)	
Total Expense Ratio (%)	1.73% p.a (including 0.19% government levies)	
Risk Profile:	Low	
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:	AM1 by PACRA (Very High Quality)	



Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Equities / Stocks	9.3%	5.3%
Cash Equivalents	86.9%	91.5%
Others including receivables	3.8%	3.2%
Total	100.0%	100.0%
Leverage	Nil	Nil

Top Ten Holdings (as on 29 December, 2017)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Mari Petroleum Company Ltd	Equity	1.1%	Pakistan State Oil Co Ltd	Equity	0.7%
Engro Corporation Ltd	Equity	1.0%	Pioneer Cement Ltd	Equity	0.7%
Engro Fertilizer Ltd	Equity	0.9%	Pakistan Oilfields Ltd	Equity	0.6%
Pak Petroleum Ltd	Equity	0.7%	Kot Addu Power Co Ltd	Equity	0.6%
Oil & Gas Dev Co Ltd	Equity	0.7%	Nishat Mills Ltd	Equity	0.6%

Characteristics of Equity Portfolio**			
	PER	PBV	DY
NIPPF-II	9.2	1.8	6.2%
KMI-30	9.8	2.6	4.7%

** Based on NAFA's estimates

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

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

Sindh Workers' Welfare Fund (SWWF)

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

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

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Name of the Members of Investment Committee

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

Performance %

Performance Period	Dec 2017	FYTD 2018	Rolling 12 Months	FY 2017	FY 2016	Since Launch January 09, 2015*
NAFA Islamic Principal Preservation Fund (NIPPF)	0.4%	0.3%	2.2%	15.1%	4.0%	8.1%
Benchmark**	0.3%	0.1%	1.0%	12.1%	3.6%	6.8%

* Annualized Return
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 9, 2015
Fund Size: Rs. 270 million
Type: Open End Shariah Compliant Fund of Funds
Dealing Days: Daily – Monday to Friday (Mon-Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M
Dealing Time: Forward Pricing
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: 12% of Net Income (Min 0.5% p.a., Max 1.0% p.a.)
Total Expense Ratio (%) 1.49% p.a (including 0.23% government levies)
Listing: Pakistan Stock Exchange
Risk Profile: Low
Custodian & Trustee: Central Depository Company (CDC)
Auditors: A. F. Ferguson & Co. Chartered Accountants
Benchmark:** Combination of benchmarks of underlying schemes on the basis of actual investment i.e. NISF: KMI-30 Index
NIAAF: Daily weighted return of KMI-30 Index & 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP
Cash: 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP
Fund Manager: Sajjad Anwar, CFA
Asset Manager Rating: AM1 by PACRA (Very High Quality)

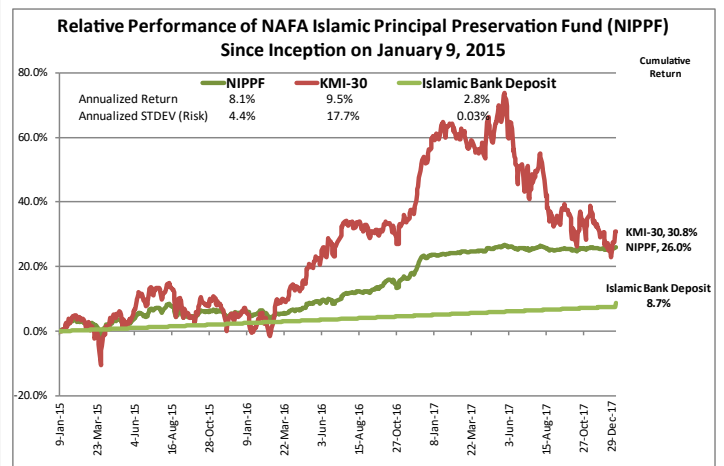
** effective from September 01, 2016; Previously daily weighted return of KMI-30 index & Islamic Bank Deposits based on Fund's actual allocation.

Investment Objective

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

Fund Manager's Commentary

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



Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Islamic Asset Allocation Fund	10.9%	10.8%
Islamic Stock Fund	3.0%	3.0%
Cash	84.3%	85.0%
Others including receivables	1.8%	1.2%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIAAF	9.4	2.2	4.8%
NISF	9.3	2.0	4.6%
KMI-30	9.8	2.6	4.7%

***Based on NAFA's estimates

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

NAFA Islamic Asset Allocation Fund	10.9%
NAFA Islamic Stock Fund	3.0%
Total	13.9%

Sindh Workers' Welfare Fund (SWWF)

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

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

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

Name of the Members of Investment Committee

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

Performance

Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* January 15, 2016
NAFA Islamic Active Allocation Plan-I	(0.9%)	(11.6%)	(10.7%)	24.3%	10.5%
Benchmark**	(0.7%)	(9.4%)	(11.6%)	16.3%	10.8%

* Annualized Return
All Other returns are Cumulative

The 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 15, 2016
Fund Size:	Rs. 532 million
Type:	Open Ended Shariah Compliant Fund of Funds
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Back end Load:	Nil
Management Fee:	1) On invested amount in NAFA fund, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Total Expense Ratio (%)	0.49% p.a (including 0.12% government levies)
Risk Profile	Low to moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:**	Daily weighted return of KMI-30 Index & 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP, based on Fund's actual allocation (which is combination of benchmarks of underlying schemes)
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

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

Investment Objective

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

Fund Manager's Commentary

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

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

Asset Allocation (% of Total Assets)

	29-Dec-17	30-Nov-17
Shariah Compliant Funds	90.5%	92.5%
Cash Equivalents	9.3%	7.3%
Others including receivables	0.2%	0.2%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIAAEF	9.3	2.0	4.7%
KMI-30	9.8	2.6	4.7%

*** Based on NAFA's estimates

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

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

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

Sindh Workers' Welfare Fund (SWWF)

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

Name of the Members of Investment Committee

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

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/12/2017): Rs. 108.6349

December 2017

Performance

Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* March 04, 2016
NAFA Islamic Active Allocation Plan-II	(0.8%)	(11.7%)	(10.8%)	23.6%	9.2%
Benchmark**	(0.3%)	(9.4%)	(11.8%)	15.9%	8.4%

* Annualized Return
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:	March 04, 2016
Fund Size:	Rs. 544 million
Type:	Open Ended Shariah Compliant Fund of Funds
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Back end Load:	Nil
Management Fee:	1) On invested amount in NAFA fund, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Total Expense Ratio (%)	0.50% p.a (including 0.12% government levies)
Risk Profile	Low to moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:**	Daily weighted return of KMI-30 Index & 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP, based on Fund's actual allocation (which is combination of benchmarks of underlying schemes)
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

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

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

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

Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Shariah Compliant Funds	90.7%	94.8%
Cash Equivalents	9.2%	5.1%
Others including receivables	0.1%	0.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIAAEF	9.3	2.0	4.7%
KMI-30	9.8	2.6	4.7%

***Based on NAFA's estimates

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

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

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

Sindh Workers' Welfare Fund (SWWF)

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

Name of the Members of Investment Committee

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

Performance

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

* Annualized Returns
All other returns are cumulative

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

General Information

Launch Date:	June 28, 2016
Fund Size:	Rs. 724 million
Type:	Open Ended Shariah Compliant Fund of Funds
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Back end Load:	Nil
Management Fee:	1) On invested amount in NAFA fund, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Total Expense Ratio (%)	0.48% p.a (including 0.12% government levies)
Risk Profile	Low to moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:**	Daily weighted return of KMI-30 Index & 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP, based on Fund's actual allocation (which is combination of benchmarks of underlying schemes)
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

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

Investment Objective

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

Fund Manager's Commentary

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

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

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

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIAAEF	9.3	2.0	4.7%
KMI-30	9.8	2.6	4.7%

***Based on NAFA's estimates

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

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

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

Sindh Workers' Welfare Fund (SWWF)

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

Name of the Members of Investment Committee

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

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/12/2017): Rs. 96.6997

December 2017

Performance*

Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	Since Launch* September 30, 2016
NAFA Islamic Active Allocation Plan-IV	0.7%	(10.4%)	(9.3%)	0.5%
Benchmark	0.6%	(8.3%)	(10.6%)	1.2%

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

Investment Objective

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

Fund Manager's Commentary

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

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

Asset Allocation (% of Total Assets) 29-Dec-17 30-Nov-17

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

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF**	9.3	2.0	4.7%
KMI-30	9.8	2.6	4.7%

** Based on NAFA's estimates

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

Top Holdings (%age of total assets)	(as on 29 December, 2017)
NAFA Islamic Active Allocation Equity Fund	54.3%
NAFA Active Allocation Riba Free Savings Fund	36.3%
Total	90.6%

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

Sindh Workers' Welfare Fund (SWWF)

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

Name of the Members of Investment Committee

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

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/12/2017): Rs. 88.5619

December 2017

Performance*

Performance Period	Dec 2017	FYTD 2018	Since Launch January 12, 2017
NAFA Islamic Active Allocation Plan-V	0.7%	(10.3%)	(11.4%)
Benchmark	0.6%	(8.1%)	(12.6%)

* Cumulative Returns

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

General Information

Launch Date:	January 12, 2017
Fund Size:	Rs. 1,217 million
Type:	Open Ended Shariah Compliant Fund of Funds
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Back end Load:	Nil
Management Fee:	1) On invested amount in NAFA fund, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Total Expense Ratio (%)	0.45% p.a (including 0.12% government levies)
Risk Profile	Low to moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	Daily weighted return of KMI-30 Index & 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP, based on Fund's actual allocation (which is combination of benchmarks of underlying schemes)
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

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-V (NIAAP-V) in January, 2017 which is the fifth plan under NAFA Islamic Active Allocation Fund-I. The Active Allocation Plan is dynamically managed between dedicated equity related and income schemes managed by NAFA based on the Fund Manager's outlook of the authorized asset-classes. The Plan is presently closed for subscription. NIAAP-V has an initial maturity of two years.

Since inception unit price of NIAAP-V has decreased by 11.4% versus the benchmark decline of 12.6%. The current exposure in Equity Fund and Income Fund stands at 55.0% & 36.7%, respectively. The Plan can invest up to 100% in equity funds. We are confident that the Plan will generate good returns considering the improved macroeconomic and political outlook and dynamic equity allocation mechanism of the Fund.

Asset Allocation (% of Total Assets) 29-Dec-17 30-Nov-17

Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Shariah Compliant Funds	91.7%	92.8%
Cash Equivalents	8.1%	7.1%
Others including receivables	0.2%	0.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF**	9.3	2.0	4.7%
KMI-30	9.8	2.6	4.7%

**Based on NAFA's estimates

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

Top Holdings (%age of total assets)	(as on 29 December, 2017)
NAFA Islamic Active Allocation Equity Fund	55.0%
NAFA Active Allocation Riba Free Savings Fund	36.7%
Total	91.7%

Notes: 1) The calculation of performance does not include cost of front end load.

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

Name of the Members of Investment Committee

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

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/12/2017): Rs. 86.0273

December 2017

Performance*

Performance Period	Dec 2017	FYTD 2018	Since Launch May 26, 2017
NAFA Islamic Active Allocation Plan-VI	0.9%	(8.9%)	(14.0%)
Benchmark	0.8%	(6.9%)	(13.9%)

* Cumulative Returns

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

General Information

Launch Date:	May 26, 2017
Fund Size:	Rs. 553 million
Type:	Open Ended Shariah Compliant Fund of Funds
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Back end Load:	Nil
Management Fee:	1) On invested amount in NAFA fund, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Total Expense Ratio (%)	0.59% p.a (including 0.12% government levies)
Risk Profile	Low to moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark:	Daily weighted return of KMI-30 Index & 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP, based on Fund's actual allocation (which is combination of benchmarks of underlying schemes)
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

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-VI (NIAAP-VI) in May, 2017 which is the first plan under NAFA Islamic Active Allocation Fund-II. 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 subscription. NIAAP-VI has an initial maturity of two years.

Since inception, unit price of NIAAP-VI has decreased by 14.0% versus the benchmark decline of 13.9%. The current exposure in Equity Fund and Income Fund stands at 54.4% & 38.0%, respectively. The Plan can invest up to 100% in equity funds. We are confident that the Plan will generate good returns considering the improved macroeconomic and political outlook and dynamic equity allocation mechanism of the Fund.

Asset Allocation (% of Total Assets) 29-Dec-17 30-Nov-17

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

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF**	9.3	2.0	4.7%
KMI-30	9.8	2.6	4.7%

**Based on NAFA's estimates

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

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

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

Name of the Members of Investment Committee

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

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/12/2017): Rs. 92.2903

December 2017

Performance*

Performance Period	Dec 2017	FYTD 2018	Since Launch June 29, 2017
NAFA Islamic Active Allocation Plan-VII	0.6%	(7.7%)	(7.7%)
Benchmark	0.6%	(6.2%)	(6.7%)

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

General Information

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

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-VII (NIAAP-VII) in June, 2017 which is the second plan under NAFA Islamic Active Allocation Fund-II. 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-VII has an initial maturity of two years.

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

Asset Allocation (% of Total Assets) 29-Dec-17 30-Nov-17

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

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF**	9.3	2.0	4.7%
KMI-30	9.8	2.6	4.7%

** Based on NAFA's estimates

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

Top Holdings (%age of total assets)	(as on 29 December, 2017)
NAFA Islamic Active Allocation Equity Fund	53.8%
NAFA Active Allocation Riba Free Savings Fund	37.6%
Total	91.4%

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

Name of the Members of Investment Committee

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

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/12/2017): Rs. 99.8937

December 2017

Performance*

Performance Period	Dec 2017	Since Launch November 03, 2017
NAFA Islamic Active Allocation Plan-VIII	0.5%	(0.1%)
Benchmark	0.4%	(0.2%)

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

General Information

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

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-VIII (NIAAP-VIII) in November, 2017 which is the third plan under NAFA Islamic Active Allocation Fund-II. 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-VIII has an initial maturity of two years.

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

Asset Allocation (% of Total Assets) 29-Dec-17 30-Nov-17

Shariah Compliant Funds	91.0%	94.8%
Cash Equivalents	8.8%	5.1%
Others including receivables	0.2%	0.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF**	9.3	2.0	4.7%
KMI-30	9.8	2.6	4.7%

** Based on NAFA's estimates

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

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

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

Name of the Members of Investment Committee

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

Performance %

Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* January 18, 2016
NAFA Active Allocation Riba Free Savings Fund	4.2%	3.9%	3.7%	3.8%	4.0%
Benchmark**	2.6%	2.5%	2.6%	3.1%	3.3%

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

The 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 18, 2016
Fund Size:	Rs. 2,168 million
Fund Size (excluding investment by Fund of Funds)	Nil
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
Total Expense Ratio:	1.90% p.a. (including 0.33% government levies)
Risk Profile:	Low
Fund stability rating	"A-(f)" by PACRA
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:**	6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP
Fund Manager:	Muhammad Ali Bhabha, CFA, FRM
Minimum Subscription	Rs. 10,000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

** effective from September 01, 2016; Previously Average of 6-Month deposit rates (A- & above rated Islamic banks)

Investment Objective

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

Fund Manager Commentary

During the month under review, the Fund has generated an annualized return of 4.2% against the benchmark return of 2.6%. The performance is net of management fee and all other expenses.

The Fund aims to consistently generate better return than the profit rates offered by Islamic Banks / Islamic windows of commercial banks, while also providing easy liquidity along with a high quality credit profile. The Fund is allowed to invest in shariah compliant Government Securities of maturity up to 3 years as well as Shariah compliant money market and debt securities of up to 2 years maturity rated AA- or better.

Around 98% of net assets of the portfolio are allocated in bank deposits. The higher allocation in bank deposits is due to better yields as compared to other authorized alternative investment avenues. The weighted average time-to-maturity of the Fund is 45 days.

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

Asset Allocation (% of Total Assets) 29-Dec-17 30-Nov-17

Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Bank Deposits	91.1%	94.9%
GOP Ijara Sukuks - Govt. Backed	4.3%	4.4%
Commercial Papers	1.7%	-
Others including receivables	2.9%	0.7%
Total	100.0%	100.0%
Leverage	Nil	Nil

Note: Amount invested by fund of funds is Rs. 2,278 million

Sindh Workers' Welfare Fund (SWWF)

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

Name of the Members of Investment Committee

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

Notes: The calculation of performance does not include cost of front end load.

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

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

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

Performance

Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* January 18, 2016
NAFA Islamic Active Allocation Equity Fund	0.9%	(15.2%)	(14.2%)	30.1%	14.9%
Benchmark	0.8%	(12.7%)	(16.1%)	18.8%	15.0%

* Annualized Return
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 18, 2016
Fund Size:	Rs. 2,527 million
Fund Size: (Excluding investment by fund of funds)	Nil
Type:	Open Ended Shariah Compliant Equity Scheme
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Load:	Front end-0% Back end-0%
Management Fee:	2% p.a
Risk Profile	High
Total Expense Ratio (%)	3.25% p.a. (including 0.37% government levies)
Selling & Marketing Expenses	0.4% per annum
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	KMI-30 Index
Fund Manager:	Taha Khan Javed, CFA
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

Investment Objective

The objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio of Shar'i'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) in January, 2016. The aim of the Fund is to provide growth to the investment of Unit holders over the long-term in approved Shariah compliant equities.

NIAAEF started off the month with an allocation of around 82% in equities, which decreased to around 78% towards the end of the month. NIAAEF outperformed the Benchmark in December as the Fund was underweight in select Refinery, Power Generation & Distribution Companies, Oil & Gas Marketing Companies, and Technology & Communication sectors stocks which underperformed the market and overweight in select Cement, Textile Composite, and Commercial banks sectors stocks which outperformed the market. During the month, the allocation was increased primarily in Oil & Gas Exploration Companies, Power Generation & Distribution Companies, and Fertilizer sectors, whereas it was reduced primarily in Automobile Assembler, Refinery, Oil & Gas Marketing Companies, and Cement sectors.

Top Ten Holdings (as on 29 December, 2017)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pakistan Oilfields Ltd	Equity	6.2%	Nishat Mills Ltd	Equity	3.9%
Pak Petroleum Ltd	Equity	6.0%	Mari Petroleum Co Ltd	Equity	3.8%
Oil & Gas Dev.Co	Equity	5.9%	Hub Power Company Ltd	Equity	3.2%
Engro Corporation Ltd	Equity	5.4%	Attock Cem.Pak.Ltd	Equity	2.9%
Engro Fertilizer Ltd	Equity	4.1%	Cherat Cement Co Ltd	Equity	2.8%

Asset Allocation (% of Total Assets)

	29-Dec-17	30-Nov-17
Equities / Stocks	78.1%	82.3%
Cash Equivalents	15.2%	15.9%
Others including receivables	6.7%	1.8%
Total	100.0%	100.0%
Leverage	Nil	Nil

Note: Amount invested by fund of funds is Rs 2,527 million.

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF	9.3	2.0	4.7%
KMI-30	9.8	2.6	4.7%

** Based on NAFA's estimates

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

Oil & Gas Exploration Companies	21.9%
Cement	11.4%
Fertilizer	10.8%
Oil & Gas Marketing Companies	6.3%
Textile Composite	5.5%
Others	22.2%

Sindh Workers' Welfare Fund (SWWF)

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

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

Name of the Members of Investment Committee

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

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.

Performance %					
Performance Period	Dec 2017	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* April 21, 2016
NAFA Islamic Energy Fund	(1.6%)	(7.4%)	(7.9%)	32.2%	18.9%
Benchmark	0.8%	(12.7%)	(16.1%)	18.8%	9.4%

* Annualized Return
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																																				
<p>Launch Date: April 21, 2016 Fund Size: Rs. 2,150 million Type: Open Ended Shariah Compliant Equity Scheme Dealing Days: Daily – Monday to Friday Dealing Time: (Mon - Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M Settlement: 2-3 business days Pricing Mechanism: Forward Pricing Load:** Front End Load (Individual): 3% (Nil on investment above Rs. 101 million) Front End Load (Other): 3% (Nil on investment above Rs. 50 million) Back End Load: NIL Management Fee: 2% p.a Total Expense Ratio (%): 3.28% p.a (including 0.38% government levies) Selling & Marketing Expenses: 0.4% per annum Risk Profile: High Listing: Pakistan Stock Exchange Custodian & Trustee: Central Depository Company (CDC) Auditors: A. F. Ferguson & Co. Chartered Accountants Benchmark: KMI-30 Index Fund Manager: Taha Khan Javed, CFA Minimum Subscription: Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/- Asset Manager Rating: AM1 by PACRA (Very High Quality)</p>	<p>The objective of NAFA Islamic Energy Fund is to provide investors with long term capital growth from an actively managed portfolio of Shari'ah Compliant listed equities belonging to the Energy Sector.</p>																																				
	Fund Manager's Commentary																																				
	<p>NAFA launched its third open-end Islamic Equity Fund namely NAFA Islamic Energy Fund (NIEF) in April, 2016. The aim of the Fund is to provide growth to the investment of Unit holders over the long-term in approved Shariah compliant energy stocks.</p> <p>NIEF started off the month with an allocation of around 80% in equities, which increased to around 86% towards the end of the month. NIEF underperformed the Benchmark in December as the Fund was overweight in select Energy sectors stocks which underperformed the market. During the month, the allocation was increased primarily in Power Generation & Distribution Companies Sector and Oil & Gas Exploration companies, whereas it was reduced in Oil & Gas Marketing Companies and Refinery Sectors.</p>																																				
	Top Ten Holdings (as on 29 December, 2017)																																				
	<table border="1"> <thead> <tr> <th>Name</th> <th>Asset Class</th> <th>% of Total Assets</th> <th>Name</th> <th>Asset Class</th> <th>% of Total Assets</th> </tr> </thead> <tbody> <tr> <td>Pakistan Petroleum Ltd</td> <td>Equity</td> <td>12.8%</td> <td>Hub Power Company Ltd</td> <td>Equity</td> <td>6.6%</td> </tr> <tr> <td>Pakistan Oilfields Ltd</td> <td>Equity</td> <td>12.7%</td> <td>Pakistan State Oil Co Ltd</td> <td>Equity</td> <td>6.2%</td> </tr> <tr> <td>Oil & Gas Dev Co Ltd</td> <td>Equity</td> <td>9.9%</td> <td>Shell Pakistan Ltd</td> <td>Equity</td> <td>5.0%</td> </tr> <tr> <td>Mari Gas Company Ltd</td> <td>Equity</td> <td>8.1%</td> <td>Attock Petroleum Ltd</td> <td>Equity</td> <td>4.0%</td> </tr> <tr> <td>Sui Northern Gas Ltd</td> <td>Equity</td> <td>6.8%</td> <td>K Electric Ltd</td> <td>Equity</td> <td>2.6%</td> </tr> </tbody> </table>	Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets	Pakistan Petroleum Ltd	Equity	12.8%	Hub Power Company Ltd	Equity	6.6%	Pakistan Oilfields Ltd	Equity	12.7%	Pakistan State Oil Co Ltd	Equity	6.2%	Oil & Gas Dev Co Ltd	Equity	9.9%	Shell Pakistan Ltd	Equity	5.0%	Mari Gas Company Ltd	Equity	8.1%	Attock Petroleum Ltd	Equity	4.0%	Sui Northern Gas Ltd	Equity	6.8%	K Electric Ltd	Equity	2.6%
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**effective from January 02, 2017

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

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIEF	9.3	2.9	4.8%
KMI-30	9.8	2.6	4.7%

*** Based on NAFA's estimates

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

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

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

Sindh Workers' Welfare Fund (SWWF)

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

Name of the Members of Investment Committee

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

NBP Fullerton Asset Management Limited
7th Floor Clifton Diamond Building, Block No. 4, Scheme No. 5,
Clifton Karachi.

For Information & Investment:

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