

Fund Manager Report of Shariah Compliant Schemes May 2018

NAFA Islamic Capital Preservation Plan-III

**Halal Munafa - Mehfooz Sarmaya
20% Tax Ki Bachat Ke Saath**

- Managing over Rs. 11,000 Crores of investors' money
- AM1 Rated (Highest rating in Pakistan)
- Investment can be encashed at any time without penalty
- Largest Retail / Branch Network in Pakistan



Historical Performance of Similar Funds

Fund	Inception Date	Initial Maturity Date	Total Return***	
			Fund Profit	Benchmark
NAFA Islamic Principal Protected Fund-I*	5-Mar-2014	4-Mar-2016	23.0%	14.4%
NAFA Islamic Principal Protected Fund-II*	27-Jun-2014	27-Jun-2016	23.4%	21.0%
NAFA Islamic Principal Preservation Fund**	9-Jan-2015	9-Jan-2017	23.7%	20.8%



Shariah Supervisory Board

- Dr. Imran Ashraf Usmani
- Mufti Ehsan Waqar Ahmad
- Mufti Muhammad Naveed Alam

Note: Shariah Compliant Fund of Fund; All funds mentioned are based on Constant Proportion Portfolio Insurance (CPPI) methodology; Benchmark: Daily weighted return of KMI-30 index & Islamic Bank deposits based on Fund's actual allocation; Since Inception annualized returns of Nafa Islamic Principal Protected Fund-I is 13.4% vs benchmark return of 9.5% (till fund close on Nov 16, 2017) and return of Nafa Islamic Principal Protected Fund-II & Nafa Islamic Principal Preservation Fund are 12.7% and 7.3%, respectively vs benchmark return of 10.0% and 6.5%, respectively (till May 31, 2018); *Shariah Compliant Capital Protected Fund CPPI; **Shariah Compliant - Fund of Funds CPPI Based; ***Since inception till initial maturity.

For Information & Investment

NBP Fund Management Limited

Formerly: NBP Fullerton Asset Management Limited (NAFA)

AM1
Rated by PACRA

Call : **0800-20002** ♦ SMS: **INVEST** to **9995** ♦ info@nbpfunds.com

www.nbpfunds.com ♦  /nbpfunds

Note: Tax Credit available as per section 62 of the Income Tax Ordinance, 2001; Performance is based on dividend reinvestment gross of withholding Taxes, excluding cost of frontend load. Taxes apply as per current income tax law.
Disclaimer: All investments in mutual funds are subject to market risks. The investors are advised in their own interest to carefully read the contents of the Offering Document in particular the Investment Policies mentioned in Clause 2 and Risk Factors mentioned in Clause 2.4 and Warnings in clause 9 before making any investment decision. Past performance is not necessarily indicative of the future results. Capital preservation only applies to unit holders who hold their investments until initial maturity of two years.

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May 2018

Islamic Mutual Funds - Collective Investment Schemes (CISs)

Risk Profile	Fund Name	Fund Size (Rs. In Crore)	Stability Rating	Inception Date	May 2018	FYTD	Rolling 12 Months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Since Inception
Lowest Risk NRFSF	Islamic Income Funds												
	NAFA Riba Free Savings Fund	387	A (f)	20-Aug-10	5.4%	5.2%	5.3%	5.9%	5.5%	7.4%	7.8%	8.7%	7.7%
	Benchmark				2.4%	2.4%	2.4%	3.1%	4.9%	6.7%	6.7%	7.3%	5.9%
	NAFA Islamic Income Fund	429	A- (f)	26-Oct-07	5.4%	5.1%	5.3%	5.4%	7.4%	9.2%	13.6%	6.8%	6.5%
Moderate Risk NIAAF	Equity Related Islamic Funds												
	NAFA Islamic Asset Allocation Fund	1,183		26-Oct-07	(2.3%)	(6.8%)	(12.0%)	20.3%	13.1%	33.8%	22.2%	36.3%	14.3%
	Benchmark				(2.7%)	(2.4%)	(8.8%)	11.9%	9.2%	12.1%	17.7%	28.9%	10.1%
	NAFA Islamic Stock Fund	688		09-Jan-15	(4.2%)	(10.8%)	(18.7%)	32.5%	12.9%	n/a	n/a	n/a	12.4%
High Risk NISF	Cumulative Returns												
	Benchmark				(5.3%)	(7.1%)	(16.5%)	18.8%	15.5%	n/a	n/a	n/a	10.2%

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

Risk Profile	Fund Name	Fund Size	Inception Date	May 2018	FYTD	Rolling 12 Months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Since Inception	
													Annualized Returns
Low Risk	ISLAMIC PENSION FUND (NIPF) - Voluntary Pension Scheme (VPS)												
	NIPF - Money Market Sub-fund	35		02-Jul-13	3.8%	3.5%	3.5%	3.8%	3.9%	6.2%	n/a	n/a	5.0%
	NIPF - Debt Sub-fund	38		02-Jul-13	3.7%	2.6%	3.1%	3.9%	3.8%	5.6%	n/a	n/a	4.8%
High Risk	Cumulative Returns												
	NIPF - Equity Sub-fund	101		02-Jul-13	(4.3%)	(9.0%)	(16.4%)	35.8%	16.9%	51.5%	n/a	n/a	24.9%

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.

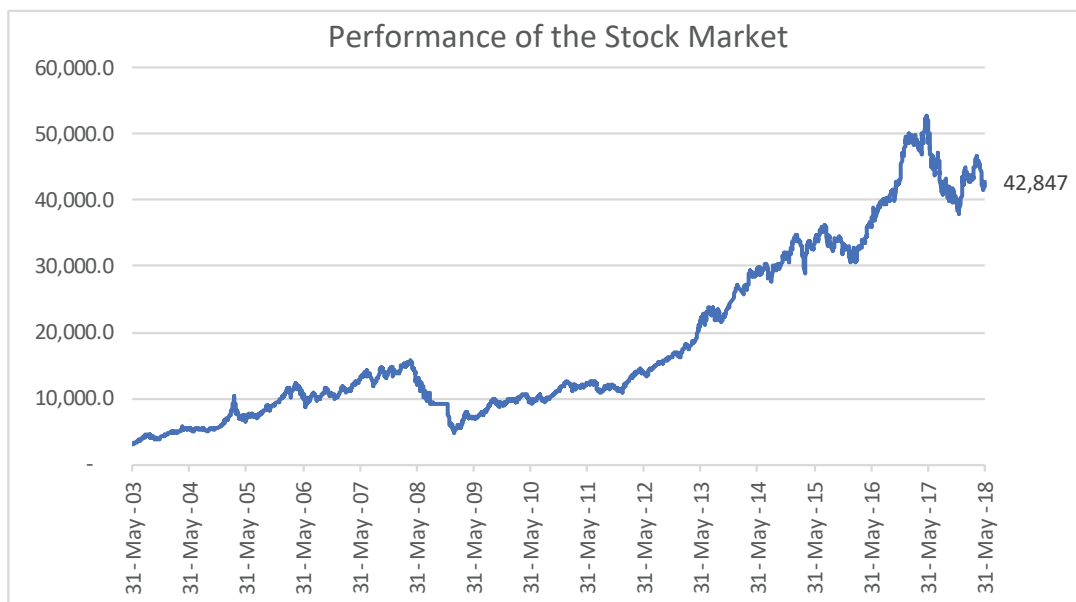
n/a = Not applicable.
Asset Manager Rating: AM1 by PACRA (Very High Quality)

Stock Market- A Long Term Outperformer

The objective of every long-term investor is the growth in his or her wealth, net of inflation. Worldwide, equities have out-performed all other asset classes over the long-term. Political or economic pains may cause downturns periodically, but the resilience and recovery in the macro-economic factors, enable equities to maintain their long-term rising trend. Thus, short-term volatility spikes in the stock market should not worry long-term investors.

During the last 15-year period, the Pakistani stock market has delivered an average annualized return of 19%. In the last twelve months, the stock market has declined by about 20%. This is driven by heightened political uncertainty, mounting risks to the Balance of Payment (BoP) position, and continued net out-flow from foreign investors despite upgrade of PSX to MSCI Emerging Market Index. The lackluster performance of the stock over the last year has investors calling into question the future prospects of the market.

To put things into perspective, we have evaluated the performance of the stock market over the last 15 years which includes the 2008 financial crises characterized by a similar political transition and external account woes, resulting in hefty devaluation, and Pakistan entering into an IMF program. The stock market declined substantially at that time. However, during the subsequent eight years, the stock market has delivered a handsome return of 26.4% per annum (total return of 550%) to investors who showed patience and held their positions without panicking.



While things appear pessimistic at present, we believe that the market holds more upside potential than downside risk as most of the negativity on the economic and political fronts is already built in the current valuations. Amplified political noise is likely to continue in the period leading to the upcoming general elections. However, once elections are held, that would give the new government a fresh mandate to restart the waning structural reforms agenda. We expect long-term economic growth of around 5% per annum driven by strong domestic consumption and rising business investment activity. Precarious security situation and chronic power shortages are no longer being mentioned as the key business risks by investors, and are now overtaken by more manageable issues like taxation burden and bureaucratic red tape. The outgoing government while addressing the concerns of the corporate sector has taken business friendly steps of reducing the corporate taxation from 30% to 25% gradually by FY23 (barring banking sector); phasing out of super tax (3% on non-banks and 4% on banks) in 3 years' time; and continuation of export package for 3 years up to FY21, while also adding non-traditional exports in the package.

Continuation of the export package; controlled PKR devaluation with more to come in the coming quarters; and hike in duties on imports are expected to help reduce the trade and current account deficits. Inflows from the recently promulgated amnesty scheme remain critical in providing much needed relief on the external front while, the machinery and related imports under CPEC are expected to taper off going forward, helping to ease some pressure on the import bill. We expect Pakistan to enter into a fresh IMF program in FY2019, which will reduce the external account concerns, restore financial stability, and boost investors' confidence.

Currently, the valuations of the stock market are compelling with forward Price-to-Earnings of 9.3 times, offering a steep discount to the Emerging Market (MSCI EM Index P/E of 13.9 times). Corporate earnings are also expected to grow by around 14% for FY19. We reckon foreign inflows to resume in due course given attractive valuations, a push on the critical structural reforms by the newly elected government, and mitigation of currency risk post expected measured devaluation. In view of the foregoing, we expect the stock market to deliver a decent double-digit return in FY19. Hence, we advise investors to resist the temptation to exit the market amid periodic volatility spikes as history indicates that patient investors who held their position were richly rewarded with robust returns.

Stock Market Review

After a strong start to CY2018, delivering 12.6% return during 1QCY2018, the stock market suffered a setback during the month of May with the benchmark KMI 30 Index slumping by 5.3% (4,046 points). Optimism on the local bourse emanating from business friendly Federal Budget FY2019, offering substantial tax relief to the capital market and the listed sector and hopes of decent flows from the recently promulgated tax amnesty scheme proved short-lived. On the contrary, growing concerns on the deteriorating external account position; increasing odds of Pakistan's inclusion in the Financial Action Task Force (FATF) grey list with associated financial and economic implications; and heightened political uncertainty after the controversial remarks of Ex-PM came to fore and weighed on investors sentiments. Amid pervasive negativity, even above expected 50 bps increase in the policy rate by the SBP in its recently announced bi-monthly monetary policy review towards the end of the outgoing month, failed to revive investors' interest in the beaten-down banking sector amid sizeable foreign selling. During the month, Foreign Investors remained major sellers in the market, dumping shares worth USD 73mn along with net selling by Mutual Funds to the tune of USD 21mn. On the contrary, Insurance Companies remained the largest buyers with net buying of USD 61mn.

During the month, Banking, Oil & Gas Exploration and Production (E&P), Textile Composite, Chemicals, and Fertilizer sectors performed better than the market while, Automobile Assemblers, Cement, and Cable & Electrical Goods sectors lagged behind. Despite heavy foreign selling, local investors accumulated position in the Banking sector driven by attractive valuations and improving earnings outlook on the expectation of further hikes in interest rates. In anticipation of extension of exports incentive package, the Textile Composite sector out-performed the market after depicting lagged performance during the last couple of months. E&P sector responded to the elevated global oil prices amid potential supply side disruption as the United States abandoned Iran Nuclear deal. Being a defensive play, the Fertilizer sector regained its luster in the risk-off scenario. New taxation measures announced in Finance Bill FY2019 that bars non-filers to buy new vehicles coupled with margin compression amid PKR devaluation clouded the earnings outlook of Automobile Assemblers sector. Cement sector remained under pressure amid rising risks to the profitability on account of unfavourable supply-demand dynamics as a result of massive capacity expansions, limited room to pass through the rising input cost due to elevated coal prices, and threat of potential price war.

Looking ahead, we foresee that market may remain highly volatile amid shifting developments on the domestic and global political fronts. However, after around 20% correction from the peak level of 91,145 hit on May 25, 2017, the market is trading at an attractive forward Price-to-Earnings (P/E) multiple of 9.3. Given attractive starting valuations; robust 14% expected corporate earnings growth for FY2019; still benign inflation and interest rates; and abundant local liquidity; we hold sanguine view on the stock market.

Money Market Review

Against the market consensus of 25 bps increase, the State Bank of Pakistan (SBP) in its bi-monthly Monetary Policy Review increased Policy Rate by 50 basis points to 6.50% citing deteriorating Balance of Payment position, while acknowledging the recent improvements. After recording at 3.7% YoY in April 2018, inflation as measured by CPI for May 2018 clocked in at 4.2% driven by firm food prices and pass-through of rising global oil prices. We expect inflation to pick-up going forward, amid further increase in the retail fuel prices, some more PKR devaluation, and incessant government borrowing. We see continuation of interest rate hike cycle given upside risks to inflation and impulse to contain the enormous import bill that led to widening current deficit, which in turn has emerged as a sinister threat to the macroeconomic stability.

During the outgoing month, SBP held two T-Bill auctions with a combined target of Rs. 1,600 billion against the maturity of Rs. 1,583 billion. In the first T-Bill auction, an amount of Rs. 494 billion was accepted at a cut-off yield of 6.26% for 3 month tenor and 6.35% for 6 month tenor, however no bids were received in 12 month tenor. In the second T-Bill auction, an amount of Rs. 12 billion was accepted where the yield was maintained for the 3 month T-bills, while no bids for 6 month and 12 month tenors were received. Besides, in the PIB auction, bids worth around Rs. 28 billion were received for 3 years, 5 years and 10 years tenor against the target of Rs. 50 billion and maturity of Rs. 2 billion. The Ministry of Finance realized around Rs. 7 billion at a cut-off yield of 7.20%, 8.03% and 8.49% respectively, while no bid were received for 20 year tenor. The bid pattern was skewed towards 3 years tenor. Furthermore, SBP in its first ever floating rate PIB auction held on May 30, 2018, attracted bids worth Rs. 174 billion where around Rs. 28 billion was realized at a cut-off yield of weighted average yield of the 6-month Market Treasury Bills (MTBs) plus 50 basis points margin that amounted to 6.85%.

We have calibrated the portfolio of our money market and income funds based on our interest rate outlook and remain alert to any developments that may influence our investment strategy.

Our Contacts

Contact our Investment Consultant for free Investment advice

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Performance %

Performance Period	May 2018	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	5.4%	5.2%	5.3%	5.9%	5.5%	7.4%	7.8%	8.7%	5.6%	6.4%	7.7%
Benchmark**	2.4%	2.4%	2.4%	3.1%	4.9%	6.7%	6.7%	7.3%	3.6%	4.9%	5.9%

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

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

General Information

Launch Date:	August 20, 2010
Fund Size:	Rs. 3,868 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:	1.13% 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

Asset Allocation (% of Total Assets)	31-May-18	30-Apr-18
GOP Ijara Sukuks	2.6%	2.9%
Commercial Paper (Islamic)	3.8%	4.3%
Bank Deposits	92.6%	91.7%
Others including receivables	1.0%	1.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 4,693,883/ If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.013/ For details investors are advised to read note 5 of the financial statements of the Scheme for the period ended March 31, 2018.

Name of the Members of Investment Committee

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

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

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

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.

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 5.4% for the month of May 2018 versus the Benchmark return of 2.4% thus registering an outperformance of 3.0% 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 2.6% 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 6 days.

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

Credit Quality of the Portfolio as of May 31, 2018 (% of Total Assets)

GOP Ijarah Sukuk (AAA rated)	2.6%
AAA	22.4%
AA+	0.2%
AA-	21.9%
A+	3.3%
A-	48.6%
Others including receivables	1.0%
Total	100.0%

Performance %

Performance Period	May 2018	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	5.4%	5.1%	5.3%	5.4%	7.4%	9.2%	13.6%	6.8%	6.2%	8.4%	6.4%	6.5%
Benchmark**	2.4%	2.4%	2.4%	3.9%	4.8%	6.6%	6.5%	7.0%	3.8%	4.9%	5.9%	5.9%

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

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

General Information

Launch Date:	October 26, 2007
Fund Size:	Rs. 4,294 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
Management Fee:	10% of Net Income (Min 0.5% p.a., Max 1.0% p.a.)
Total Expense Ratio:	1.10% 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

Asset Allocation (% of Total Assets) 31-May-18 30-Apr-18

Sukuks	6.1%	6.5%
GOP Ijarah Sukuks - Govt. Backed Certificate of Musharakah (COM)	9.1%	9.8%
Bank Deposits	-	4.9%
Commercial Papers (Islamic)	80.5%	74.0%
Others including receivables	3.4%	3.7%
	0.9%	1.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Top Sukuk Holdings (as at May 31, 2018)

Name of Sukuk	% of Total Assets
Dubai Islamic Bank - Sukuk 14-JUL-17 14-JUL-27	3.1%
Pak Elektron Limited - Sukuk 19-FEB-18 19-MAY-19	2.4%
K-Electric AZM Sukuk Limited - 5 Years 19-MAR-14 19-MAR-19	0.6%
Total	6.1%

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 6,504,633/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0151/0.16%. For details investors are advised to read note 5 of the financial statements of the Scheme for the period ended March 31, 2018.

Name of the Members of Investment Committee

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

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

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 5.4% as compared to the Benchmark return of 2.4% thus registering an outperformance of 3.0% p.a. This outperformance is net of management fee and all other expenses.

The allocation in corporate Sukuks stood at around 6.1% of the net assets. Around 81% 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 6.6% p.a. and weighted average time to maturity is 3.03 years. The weighted average time to maturity of the Fund is 170 days.

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

Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets
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 May 31, 2018 (% of Total Assets)

GOP Ijarah Sukuk (AAA rated)	9.1%
AAA	2.8%
AA+	0.1%
AA	0.7%
AA-	31.3%
A+	4.9%
A-	50.2%
Others including receivables	0.9%
Total	100.0%

MONTHLY REPORT (MUFAP's Recommended Format)
 Unit Price (31/05/2018): Rs. 10.1120

May 2018

Performance %

Performance Period	May 2018	Since Launch February 28, 2018*
NAFA Islamic Money Market Fund	4.3%	4.4%
Benchmark	2.6%	2.6%

*Simple Annualized Return

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

General Information

Launch Date:	February 28, 2018
Fund Size:	Rs. 1,687 million
Fund Size (excluding investment by Fund of Funds)	Rs. 14 million
Type:	Open-end – Shariah Compliant Money Market Fund
Dealing Days:	Daily – Monday to Saturday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M (Saturday) 9:00 A.M to 1:00 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Load:	Front End Load:0.5%
Back End Load:	NIL
Management Fee:	1.00% p.a.
Total Expense Ratio:	0.54% p.a. (including 0.10% government levies)
Risk Profile:	Very Low
Fund Stability Rating:	"AA (f)" by PACRA
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	Deloitte Yousuf Adil Chartered Accountants
Benchmark:	Three months average deposit rates of three (3) AA rated Islamic Banks or 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)

Investment Objective

To provide competitive return with maximum possible capital preservation by investing in low risk and liquid Shariah Compliant authorized instruments.

Fund Manager Commentary

The Fund generated an annualized return of 4.3% for the month of May 2018 versus the Benchmark return of 2.6% thus registering an outperformance of 1.7% 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. Minimum eligible rating is AA, while the Fund is not allowed to invest in any security exceeding six months maturity. The weighted average time to maturity of the Fund cannot exceed 90 days while also providing easy liquidity along with a high quality credit profile.

Around 99.2% of net assets of the Fund are invested in bank deposits which enhances the liquidity profile of the Fund. The weighted average time to maturity of the Fund is 01 day.

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

Credit Quality of the Portfolio as of May 31, 2018 (% of Total Assets)

AAA	98.7%
AA+	0.1%
A-	0.1%
Others including receivables	1.1%
Total	100.0%

Asset Allocation (% of Total Assets) 31-May-18 30-Apr-18

Bank Deposits	98.9%	98.9%
Others including receivables	1.1%	1.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Note: Amount invested by fund of funds is Rs. 1,673 million

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 368,941/-. If the same were not made the NAV per unit/since inception return of scheme would be higher by Rs. 0.0022/0.02%. For details investors are advised to read note 9.1 of the financial statements of the Scheme for the period ended March 31, 2018.

Name of the Members of Investment Committee

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

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

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

Performance %

Performance Period	May 2018	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	(2.3%)	(6.8%)	(12.0%)	20.3%	13.1%	33.8%	22.2%	36.3%	9.7%	15.9%	15.9%	14.3%
Benchmark**	(2.7%)	(2.4%)	(8.8%)	11.9%	9.2%	12.1%	17.7%	28.9%	6.7%	9.3%	11.7%	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. 11,828 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 (%)	3.06% 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

Asset Allocation (% of Total Assets)	31-May-18	30-Apr-18
Equities / Stocks	51.8%	53.0%
Cash	47.8%	46.2%
Others including receivables	0.4%	0.8%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio****

	PER	PBV	DY
NIAAF	9.9	2.1	4.7%
KMI-30	9.8	1.9	4.8%

**** Based on NBP Funds estimates

Top Five Sectors (% of Total Assets) (as on May 31, 2018)

Oil & Gas Exploration Companies	15.4%
Fertilizer	6.6%
Cement	5.9%
Oil & Gas Marketing Companies	4.7%
Power Generation & Distribution	4.5%
Others	14.7%

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

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/- if the same were not made the NAV Per unit/return of the Scheme would be higher by Rs. 0.0814/0.45%. For details investors are advised to read the note 5 of the Financial Statements of the Scheme for the period ended March 31, 2018.

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. 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 return may include provisions and reversal of provisions against some debt securities.

Investment Objective

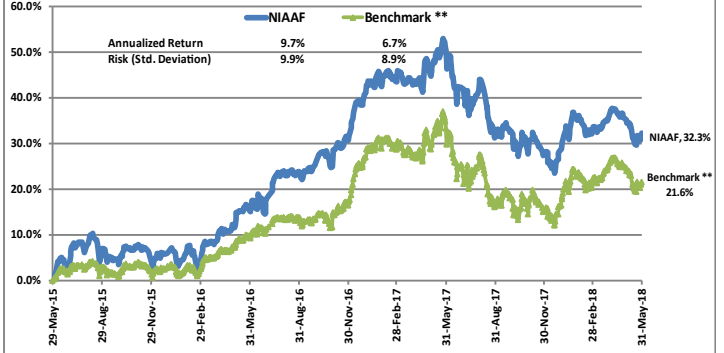
To generate capital appreciation by investing in Shariah Compliant equity and equity related securities and income by investing in Shariah Compliant bank deposits, debt & money market securities.

Fund Manager's Commentary

During the month under review, unit price (NAV) of NAFA Islamic Asset Allocation Fund (NIAAF) decreased by 2.3%, whereas the Benchmark decreased by 2.7%, thus an outperformance of 0.4% was recorded. Since inception your Fund has posted 14.3% p.a return, versus 10.1% p.a by the Benchmark. Thus, to-date the outperformance of your Fund stands at 4.2% p.a. This outperformance is net of management fee and all other expenses.

NIAAF started off the month with an allocation of around 53% in equities, which decreased to around 52% towards the end of the month. NIAAF outperformed the Benchmark in May as the Fund was underweight in select Cement, Pharmaceutical, Fertilizer and Oil & Gas Marketing Companies sectors stocks which underperformed the market and overweight in select Glass & Ceramics, Engineering, and Miscellaneous sectors stocks which outperformed the market. During the month, the allocation was increased primarily in Oil & Gas Exploration Companies and Fertilizer sectors, whereas it was reduced primarily in Cement and Automobile Assembler sectors.

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



Top Ten Holdings (as on May 31, 2018)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pak Petroleum Ltd	Equity	4.0%	Hub Power Company Ltd	Equity	2.9%
Pakistan Oilfields Ltd	Equity	4.0%	Nishat Mills Ltd	Equity	2.7%
Mari Petroleum Company Ltd	Equity	3.8%	Engro Fertilizer Ltd	Equity	2.6%
Engro Corporation Ltd	Equity	3.8%	Pakistan State Oil Co Ltd	Equity	1.7%
Oil & Gas Dev Co Ltd	Equity	3.6%	International Steel Ltd	Equity	1.6%

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	May 2018	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	Last 3 Years*	Since Launch* January 09, 2015
NAFA Islamic Stock Fund	(4.2%)	(10.8%)	(18.7%)	32.5%	12.9%	11.7%	12.4%
Benchmark	(5.3%)	(7.1%)	(16.5%)	18.8%	15.5%	10.1%	10.2%

* 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:	January 9, 2015
Fund Size:	Rs. 6,878 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 (%)	3.21% 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

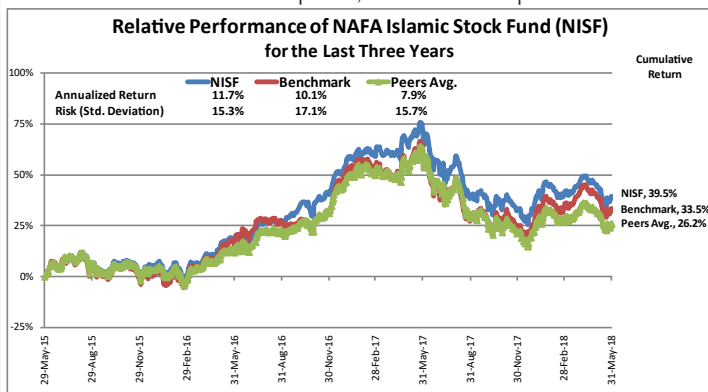
Investment Objective

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) decreased by 4.2%, whereas the Benchmark decreased by 5.3%, thus an outperformance of 1.1% was recorded. Since inception on January 9, 2015 your Fund has posted 12.4% p.a return, versus 10.2% p.a by the Benchmark. Thus, to-date the outperformance of your Fund stands at 2.2% p.a. This outperformance is net of management fee and all other expenses.

NISF started off the month with an allocation of around 91% in equities, which decreased to around 88% towards the end of the month. NISF outperformed the Benchmark in May as the Fund was underweight in select Cement, Pharmaceutical, Oil & Gas Marketing Companies, and Fertilizer sectors stocks which underperformed the market and overweight in select Miscellaneous, Textile Composite, Glass & Ceramics, and Technology & Communication sectors stocks which outperformed the market. During the month, the allocation was increased primarily in Oil & Gas Exploration Companies, Glass & Ceramics, and Technology & Communication sectors, whereas it was reduced primarily in Automobile Assembler, Cement, Power Generation & Distribution Companies, and Textile Composite sectors.



Asset Allocation (% of Total Assets) 31-May-18 30-Apr-18

	31-May-18	30-Apr-18
Equities / Stocks	87.9%	90.7%
Cash Equivalents	11.9%	8.3%
Others including receivables	0.2%	1.0%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NISF	9.7	1.9	4.4%
KMI-30	9.8	1.9	4.8%

*** Based on NBP Funds estimates

Top Five Sectors (% of Total Assets) (as on May 31, 2018)

Oil & Gas Exploration Companies	24.5%
Fertilizer	12.4%
Cement	9.7%
Oil & Gas Marketing Companies	7.3%
Power Generation & Distribution	5.6%
Others	28.4%

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/last one year return of the Scheme would be higher by Rs. 0.0753/0.53% age. For details investors are advised to read the Note 6 of the Financial Statements of the Scheme for the period ended March 31, 2018.

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

Top Ten Holdings (as on May 31, 2018)

Name	% of Total Assets	Name	% of Total Assets
Pakistan Petroleum Ltd	8.1%	Hub Power Company Ltd	4.1%
Engro Corporation Ltd	6.9%	Mari Petroleum Company Ltd	4.0%
Oil & Gas Dev Co Ltd	6.8%	Nishat Mills Ltd	3.7%
Pakistan Oilfields Ltd	5.6%	International Steel Ltd	3.4%
Engro Fertilizer Ltd	5.0%	Pakistan State Oil Co Ltd	3.2%

Name of the Members of Investment Committee

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

Performance %

Performance Period	May 2018	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* April 21, 2016
NAFA Islamic Energy Fund	(3.9%)	(2.2%)	(13.1%)	32.2%	17.9%
Benchmark	(5.3%)	(7.1%)	(16.5%)	18.8%	10.6%

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

General Information

Launch Date:	April 21, 2016
Fund Size:	Rs. 1,790 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 (%)	3.31% 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:	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

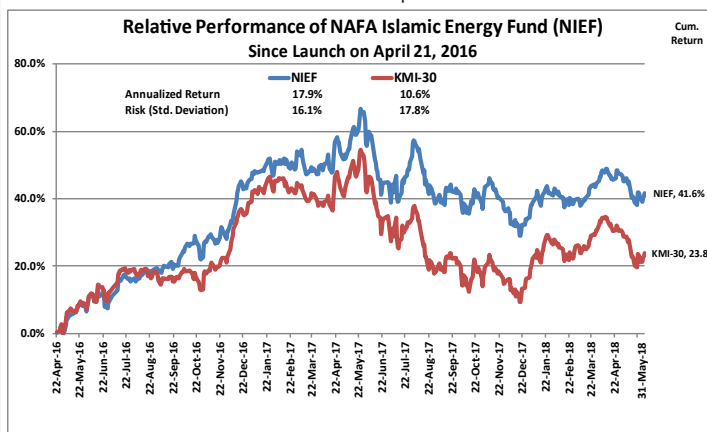
Investment Objective

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

Fund Manager's Commentary

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

NIEF started off the month with an allocation of around 92% in equities, which decreased to around 89% towards the end of the month. NIEF outperformed the Benchmark in May as the Fund was overweight in select Energy sectors stocks which outperformed the market. During the month, the allocation was increased primarily in Oil & Gas Marketing Companies sector and Oil & Gas Exploration Companies sectors, whereas it was reduced primarily in Refinery and Power Generation & Distribution Companies sectors.



Asset Allocation (% of Total Assets)	31-May-18	30-Apr-18
Equities / Stocks	88.9%	92.4%
Cash Equivalents	10.2%	5.9%
Others including receivables	0.9%	1.7%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIEF	9.7	2.4	4.0%
KMI-30	9.8	1.9	4.8%

*** Based on NBP Funds estimates

Sectors (% of Total Assets) (as on May 31, 2018)

Oil & Gas Exploration Companies	45.6%
Oil & Gas Marketing Companies	35.4%
Power Generation & Distribution	7.9%

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. 14,061,556/- if the same were not made the NAV Per unit/return of the Scheme would be higher by Rs 0.1007/0.68%. For details investors are advised to read the note 6 of the Financial Statements of the Scheme for the period ended March 31, 2018.

Top Ten Holdings (as on May 31, 2018)

Name	% of Total Assets	Name	% of Total Assets
Pakistan Petroleum Ltd	14.0%	Pakistan State Oil Co Ltd	6.0%
Pakistan Oilfields Ltd	11.0%	Attock Petroleum Ltd	5.1%
Oil & Gas Dev Co Ltd	10.7%	Hascol Petroleum Ltd	5.1%
Mari Petroleum Company Ltd	10.0%	Sui Southern Gas Co Ltd	4.8%
Sui Northern Gas Ltd	7.8%	Shell Pakistan Ltd	4.4%

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.) May 31, 2018	May 2018	FYTD 2018	Rolling 12 Months	FY 2017	FY 2016	FY 2015	Last 3 Years	Since Launch July 02, 2013
NIPF-Equity Sub-fund	1,009.6	300.4357	(4.3%)*	(9.0%)*	(16.4%)*	35.8%*	16.9%*	51.5%*	14.8%	24.9%
NIPF-Debt Sub-fund	377.4	127.3605	3.7%	2.6%	3.1%	3.9%	3.8%	5.6%	3.7%	4.8%
NIPF-Money Market Sub-fund	352.3	128.2248	3.8%	3.5%	3.5%	3.8%	3.9%	6.2%	3.7%	5.0%

* 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. 1,739 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 2.06% 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 0.32% 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 May:

NIPF Equity Sub-fund unit price decreased by 4.3% as compared to 5.3% decrease in KMI-30 Index. The Sub-fund was around 87% invested in equities with major weights in Oil & Gas Exploration Companies, Fertilizer and Cement sectors. Equity Sub-fund maintains exposure of at least 90% in listed equities on average. Last 90 days average allocation in equity was 94% of net asset.

NIPF Debt Sub-fund generated annualized return of 3.7%. 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 0.5 year.

NIPF Money Market Sub-fund generated annualized return of 3.8%. 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 1 day.

Credit Quality of the Portfolio (as on 31 May, 2018)

	Debt	Money Market
Government Securities (AAA rated)	29.3%	-
AAA	25.4%	33.5%
AA+	3.1%	1.0%
AA	3.4%	11.3%
AA-	21.4%	35.4%
A+	16.0%	18.1%
Others	1.4%	0.7%
Total	100.0%	100.0%

Asset Allocation (% of Total Assets)

Equity Sub-fund	31-May-18	30-Apr-18
Equity	87.0%	95.1%
Cash Equivalents	12.0%	3.3%
Others including receivables	1.0%	1.6%
Total	100.0%	100.0%
Debt Sub-fund	31-May-18	30-Apr-18
Cash Equivalents	67.0%	65.7%
GOP Ijara Sukuk	29.3%	30.6%
Commercial Papers (Islamic)	2.3%	2.4%
Others	1.4%	1.3%
Total	100.0%	100.0%
Money Market Sub-fund	31-May-18	30-Apr-18
Cash Equivalents	99.3%	99.3%
Others	0.7%	0.7%
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 Five Sectors (% of Total Assets) (as on 31 May, 2018)

Oil & Gas Exploration Companies	22.2%
Fertilizer	13.7%
Cement	9.1%
Oil & Gas Marketing Companies	6.8%
Textile Composite	5.7%
Others	29.5%

Top Ten Holdings of Equity Sub-fund (as on 31 May, 2018)

Name	(% of Total Assets)	Name	(% of Total Assets)
Pakistan Petroleum Ltd	7.3%	Hub Power Company Ltd	4.7%
Engro Corporation Ltd	6.9%	Nishat Mills Ltd	4.4%
Engro Fertilizer Ltd	5.6%	Mari Petroleum Company Ltd	4.1%
Oil & Gas Dev Co Ltd	5.4%	Pakistan State Oil Co. Ltd	3.2%
Pakistan Oilfields Ltd	5.4%	D. G. Khan Cement Co Ltd	2.7%

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	2.0318	0.57%
Debt Sub-fund	692,597	0.2337	0.19%
Money Market Sub-fund	512,399	0.1865	0.15%

For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2018.

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.

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/05/2018): Rs. 102.9616

May 2018

Performance %

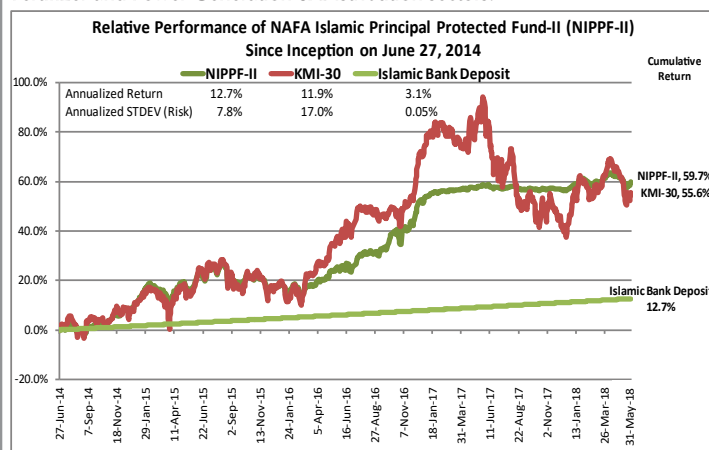
Performance Period	May 2018	FYTD 2018	Rolling 12 months	FY 2017	FY 2016	FY 2015	Last 3 Years*	Since Launch June 27, 2014*
NAFA Islamic Principal Protected Fund-II	(1.3%)	1.4%	0.9%	25.8%	3.3%	21.0%	10.7%	12.7%
Benchmark	(1.7%)	2.1%	1.4%	16.1%	8.9%	12.2%	10.0%	10.0%

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

General Information	Investment Objective
<p>Launch Date: June 27, 2014</p> <p>Fund Size: Rs. 128 million</p> <p>Type: Open-end Shariah Compliant -Capital Protected Fund</p> <p>Dealing Days: Daily – Monday to Friday</p> <p>Dealing Time: (Mon-Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M</p> <p>Settlement: 2-3 business days</p> <p>Pricing Mechanism: Forward Pricing</p> <p>Load: Back end: 0%</p> <p>Management Fee: Equity component 2% per annum Others: 12% of Net Income (Min 0.5% p.a., Max 1.0% p.a.)</p> <p>Total Expense Ratio (%) 2.24% p.a (including 0.24% government levies)</p> <p>Risk Profile: Low</p> <p>Listing: Pakistan Stock Exchange</p> <p>Custodian & Trustee: Central Depository Company (CDC)</p> <p>Auditors: A. F. Ferguson & Co. Chartered Accountants</p> <p>Benchmark: Daily weighted return of KMI-30 index & Islamic Bank Deposits based on Fund's actual allocation.</p> <p>Fund Manager: Sajjad Anwar, CFA</p> <p>Asset Manager Rating: AM1 by PACRA (Very High Quality)</p>	<p>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.</p>

Fund Manager's Commentary

Since inception, NIPPF-II has generated a return of 12.7% p.a versus Benchmark return of 10.0% p.a. The current equity exposure stands at around 28%. During the month, maximum multiplier stood a 0.7 whereas minimum multiplier was 0.6. Key holdings of the Fund belong to Oil & Gas Exploration Companies, Fertilizer and Power Generation & Distribution sectors.



Asset Allocation (% of Total Assets)	31-May-18	30-Apr-18
Equities / Stocks	27.9%	31.1%
Cash Equivalents	68.7%	65.9%
Others including receivables	3.4%	3.0%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIPPF-II	10.3	2.0	5.0%
KMI-30	9.8	1.9	4.8%

** Based on NBP Funds estimates

Top Five Sectors (% of Total Assets) (as on 31 May, 2018)

Oil & Gas Exploration Companies	6.3%
Fertilizer	4.7%
Power Generation & Distribution	3.4%
Textile Composite	3.2%
Oil & Gas Marketing Companies	2.7%
Others	7.6%

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 3,626,880/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 2.9235/2.86%. For details investors are advised to read the Note 6 of the Financial Statements of the Scheme for the period ended March 31, 2018.

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. Capital protection only applies to unit holders who hold their investments until initial maturity of two years.

Top Ten Holdings (as on 31 May, 2018)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Nishat Mills Ltd	Equity	3.0%	Pakistan State Oil Co Ltd	Equity	1.6%
Engro Corporation Ltd	Equity	2.6%	Pakistan Petroleum Ltd	Equity	1.6%
Hub Power Company Ltd	Equity	2.3%	Mari Petroleum Company Ltd	Equity	1.6%
Engro Fertilizer Ltd	Equity	2.1%	Pakistan Oilfields Ltd	Equity	1.2%
Oil & Gas Dev Co Ltd	Equity	1.9%	Mezzan Bank Ltd	Equity	1.1%

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	May 2018	FYTD 2018	Rolling 12 Months	FY 2017	FY 2016	Last 3 Years*	Since Launch January 09, 2015*
NAFA Islamic Principal Preservation Fund	(1.5%)	0.9%	0.4%	15.1%	4.0%	7.1%	7.3%
Benchmark**	(0.8%)	1.8%	1.0%	12.1%	3.6%	6.6%	6.5%

* 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

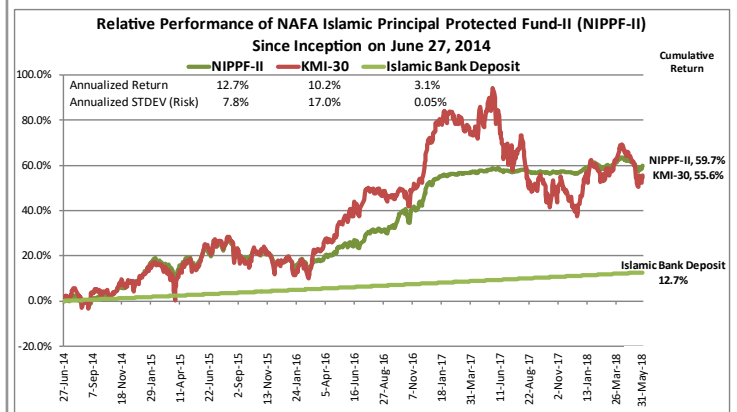
Launch Date:	January 9, 2015
Fund Size:	Rs. 33 million
Type:	Open End Shariah Compliant Fund of Funds
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon-Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Back end Load:	1% in 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 (%)	1.68% p.a (including 0.26% 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)

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 7.3% p.a versus Benchmark return of 6.5% p.a. The current exposure in equity/asset allocation funds stands at 0.0%.



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

Asset Allocation (% of Total Assets)	31-May-18	30-Apr-18
Islamic Asset Allocation Fund	-	21.8%
Islamic Stock Fund	-	13.6%
Cash	99.0%	63.9%
Others including receivables	1.0%	0.7%
Total	100.0%	100.0%
Leverage	Nil	Nil

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 4,018,044/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 12.7504/12.41%. For details investors are advised to read the Note 6 of the Financial Statements of the Scheme for the period ended March 31, 2018.

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
Taha Khan Javed, CFA
Hassan Raza, CFA
Muhammad Ali Bhabha, CFA, FRM

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/05/2018): Rs. 118.1404

May 2018

Performance %

Performance Period	May 2018	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* January 15, 2016
NAFA Islamic Active Allocation Plan-I	(2.6%)	(10.9%)	(16.4%)	24.3%	9.0%
Benchmark**	(3.1%)	(7.2%)	(14.8%)	16.3%	9.9%

* 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. 381 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 funds, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Total Expense Ratio (%)	0.47% p.a (including 0.11% 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.

Asset Allocation (% of Total Assets) 31-May-18 30-Apr-18

	31-May-18	30-Apr-18
Shariah Compliant Funds	91.8%	91.2%
Cash Equivalents	8.2%	8.8%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIAAEF	9.7	2.0	4.4%
KMI-30	9.8	1.9	4.8%

*** Based on NBP Funds estimates

Top Holdings (%age of total assets) (as on 31 May, 2018)

NAFA Islamic Active Allocation Equity Fund	58.6%
NAFA Active Allocation Riba Free Savings Fund	33.2%
Total	91.8%

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 1.5007/1.06%. For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2018.

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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

NBP Funds 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 NBP Funds 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 9.0% p.a versus benchmark return of 9.9% p.a. The current exposure in Equity Fund and Income Fund stands at 58.6% & 33.2%, respectively. The Plan can invest up to 100% in equity funds. We are confident that the Plan will generate good returns considering the improved macroeconomic and political outlook and dynamic equity allocation mechanism of the Fund.

Name of the Members of Investment Committee

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

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/05/2018): Rs. 110.6800

May 2018

Performance %

Performance Period	May 2018	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* March 04, 2016
NAFA Islamic Active Allocation Plan-II	(2.3%)	(10.0%)	(15.8%)	23.6%	8.3%
Benchmark**	(2.8%)	(6.7%)	(14.6%)	15.9%	8.2%

* 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:	March 04, 2016
Fund Size:	Rs. 427 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 funds, 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

NBP Funds 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 NBP Funds 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 8.3% p.a versus benchmark return of 8.2% p.a. The current exposure in Equity Fund and Income Fund stands at 54.8% & 37.2%, 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) 31-May-18 30-Apr-18

	31-May-18	30-Apr-18
Shariah Compliant Funds	92.0%	93.4%
Cash Equivalents	7.9%	6.6%
Others including receivables	0.1%	-
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIAAEF	9.7	2.0	4.4%
KMI-30	9.8	1.9	4.8%

*** Based on NBP Funds estimates

Top Holdings (%age of total assets) (as on 31 May, 2018)

NAFA Islamic Active Allocation Equity Fund	54.8%
NAFA Active Allocation Riba Free Savings Fund	37.2%
Total	92.0%

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.

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 1.0246/0.78%. For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2018.

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

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MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/05/2018): Rs. 107.4651

May 2018

Performance %

Performance Period	May 2018	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* June 28, 2016
NAFA Islamic Active Allocation Plan-III	(2.1%)	(8.1%)	(14.0%)	20.0%	5.2%
Benchmark**	(2.3%)	(4.3%)	(12.3%)	13.4%	4.7%

* 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. 697 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 funds, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Total Expense Ratio (%)	0.47% 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.

Asset Allocation (% of Total Assets) 31-May-18 30-Apr-18

	31-May-18	30-Apr-18
Shariah Compliant Funds	92.5%	92.1%
Cash Equivalents	7.5%	7.9%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NIAAEF	9.7	2.0	4.4%
KMI-30	9.8	1.9	4.8%

*** Based on NBP Funds estimates

Top Holdings (%age of total assets) (as on 31 May, 2018)

NAFA Islamic Active Allocation Equity Fund	54.6%
NAFA Active Allocation Riba Free Savings Fund	37.9%
Total	92.5%

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 3,817,847/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.5891/0.47%. For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2018.

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

NBP Funds 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 NBP Funds 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 5.2% p.a versus benchmark return of 4.7% p.a. The current exposure in Income Fund and Equity Fund stands at 54.6% & 37.9%, respectively. The Plan can invest up to 100% in equity funds. We are confident that the Plan will generate good returns considering the improved macroeconomic and political outlook and dynamic equity allocation mechanism of the Fund.

Name of the Members of Investment Committee

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

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/05/2018): Rs. 99.0463

May 2018

Performance %

Performance Period	May 2018	FYTD 2018	Rolling 12 months	Since Launch* September 30, 2016
NAFA Islamic Active Allocation Plan-IV	(2.5%)	(8.2%)	(14.1%)	1.8%
Benchmark	(2.9%)	(4.4%)	(12.5%)	3.5%

* Annualized Return
All Other returns are Cumulative

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

General Information

Launch Date:	September 30, 2016
Fund Size:	Rs. 549 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 funds, 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

NBP Funds 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 NBP Funds 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 1.8% p.a versus the benchmark return of 3.5% p.a. The current exposure in Equity Fund and Income Fund stands at 57.1% & 33.8%, 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) 31-May-18 30-Apr-18

	31-May-18	30-Apr-18
Shariah Compliant Funds	90.9%	92.8%
Cash Equivalents	9.1%	7.2%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF**	9.7	2.0	4.4%
KMI-30	9.8	1.9	4.8%

** Based on NBP Funds estimates

Top Holdings (%age of total assets) (as on 31 May 2018)

NAFA Islamic Active Allocation Equity Fund	57.1%
NAFA Active Allocation Riba Free Savings Fund	33.8%
Total	90.9%

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/ last one year return of scheme would be higher by Rs 0.3137/0.27%. For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2018.

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

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MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/05/2018): Rs. 90.7880

May 2018

Performance %

Performance Period	May 2018	FYTD 2018	Rolling 12 Months	Since Launch* January 12, 2017
NAFA Islamic Active Allocation Plan-V	(2.5%)	(8.0%)	(13.4%)	(6.8%)
Benchmark	(3.0%)	(3.6%)	(10.8%)	(6.1%)

* Annualized Return
All Other returns are Cumulative
[Returns are net of management fee & all other expenses]

General Information

Launch Date:	January 12, 2017
Fund Size:	Rs. 1,043 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 funds, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Total Expense Ratio (%)	0.46% 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

NBP Funds 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 NBP Funds based on the Fund Manager's outlook of the authorized asset-classes. The Plan is presently closed for new subscription. NIAAP-V has an initial maturity of two years.

Since inception unit price of NIAAP-V has decreased by 6.8% p.a versus the benchmark decline of 6.1% p.a. The current exposure in Equity Fund and Income Fund stands at 59.6% & 32.5%, 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) 31-May-18 30-Apr-18

	31-May-18	30-Apr-18
Shariah Compliant Funds	92.1%	93.3%
Cash Equivalents	7.8%	6.7%
Others including receivables	0.1%	-
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF**	9.7	2.0	4.4%
KMI-30	9.8	1.9	4.8%

** Based on NBP Funds estimates

Top Holdings (%age of total assets) (as on 31 May, 2018)

NAFA Islamic Active Allocation Equity Fund	59.6%
NAFA Active Allocation Riba Free Savings Fund	32.5%
Total	92.1%

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.

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 (31/05/2018): Rs. 88.1921

May 2018

Performance %

Performance Period	May 2018	FYTD 2018	Rolling 12 Months	Since Launch* May 26, 2017
NAFA Islamic Active Allocation Plan-VI	(2.5%)	(6.6%)	(10.7%)	(11.7%)
Benchmark	(3.0%)	(2.4%)	(7.8%)	(9.5%)

* Annualized Return
All Other returns are Cumulative
[Returns are net of management fee & all other expenses]

General Information

Launch Date:	May 26, 2017
Fund Size:	Rs. 461 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 funds, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Total Expense Ratio (%)	0.57% 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

NBP Funds 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 is dynamically managed between dedicated equity related and income schemes managed by NBP Funds based on the Fund Manager's outlook of the authorized asset-classes. The Plan is presently closed for new subscription. NIAAP-VI has an initial maturity of two years.

Since inception, unit price of NIAAP-VI has decreased by 11.7% p.a versus the benchmark decline of 9.5% p.a. The current exposure in Equity Fund and Income Fund stands at 58.7% & 33.4%, 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) 31-May-18 30-Apr-18

	31-May-18	30-Apr-18
Shariah Compliant Funds	92.1%	93.4%
Cash Equivalents	7.8%	6.6%
Others including receivables	0.1%	-
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF**	9.7	2.0	4.4%
KMI-30	9.8	1.9	4.8%

** Based on NBP Funds estimates

Top Holdings (%age of total assets) (as on 31 May, 2018)

NAFA Islamic Active Allocation Equity Fund	58.7%
NAFA Active Allocation Riba Free Savings Fund	33.4%
Total	92.1%

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.

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 (31/05/2018): Rs. 94.7124

May 2018

Performance %*

Performance Period	May 2018	FYTD 2018	Rolling 6 Months	Since Launch June 29, 2017
NAFA Islamic Active Allocation Plan-VII	(2.5%)	(5.3%)	3.2%	(5.3%)
Benchmark	(2.9%)	(1.6%)	5.5%	(2.1%)

* Cumulative Returns

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

General Information

Launch Date:	June 29, 2017
Fund Size:	Rs. 202 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 funds, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Total Expense Ratio (%)	0.61% 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

NBP Funds 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 is dynamically managed between dedicated equity related and income schemes managed by NBP Funds 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 5.3% versus the benchmark decline of 2.1%. The current exposure in Equity Fund and Income Fund stands at 57.0% & 35.3%, 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) 31-May-18 30-Apr-18

	31-May-18	30-Apr-18
Shariah Compliant Funds	92.3%	93.0%
Cash Equivalents	7.6%	6.8%
Others including receivables	0.1%	0.2%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF**	9.7	2.0	4.4%
KMI-30	9.8	1.9	4.8%

** Based on NBP Funds estimates

Top Holdings (%age of total assets) (as on 31 May, 2018)

NAFA Islamic Active Allocation Equity Fund	57.0%
NAFA Active Allocation Riba Free Savings Fund	35.3%
Total	92.3%

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	May 2018	Since Launch November 03, 2017
NAFA Islamic Active Allocation Plan-VIII	(2.5%)	1.6%
Benchmark	(3.1%)	3.0%

* Cumulative Returns

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

General Information

Launch Date:	November 3, 2017
Fund Size:	Rs. 603 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 funds, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Total Expense Ratio (%)	0.39% 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

NBP Funds 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 is dynamically managed between dedicated equity related and income schemes managed by NBP Funds 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 increased by 1.6% versus the benchmark increase of 3.0%. The current exposure in Equity Fund and Income Fund stands at 61.0% & 31.5%, 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) 31-May-18 30-Apr-18

	31-May-18	30-Apr-18
Shariah Compliant Funds	92.5%	96.0%
Cash Equivalents	7.5%	3.9%
Others including receivables	-	0.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF**	9.7	2.0	4.4%
KMI-30	9.8	1.9	4.8%

** Based on NBP Funds estimates

Top Holdings (%age of total assets) (as on 31 May, 2018)

NAFA Islamic Active Allocation Equity Fund	61.0%
NAFA Active Allocation Riba Free Savings Fund	31.5%
Total	92.5%

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.

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

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 254,486/-If the same were not made the NAV per unit/ since inception return of scheme would be higher by Rs 0.0429/0.04%. For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2018.

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	May 2018	Since Launch February 28, 2018
NAFA Islamic Capital Preservation Plan-I	(0.5%)	0.2%
Benchmark	(0.6%)	0.3%

* Cumulative Returns

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

General Information

Launch Date:	February 28, 2018
Fund Size:	Rs. 2,011 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 funds, no additional fee. 2) Cash in Bank account: 1.0% p.a.
Total Expense Ratio (%)	0.15% p.a (including 0.05% government levies)
Risk Profile	Low
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 and 3-months average deposit rate of three AA rated Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP, on the basis of actual investment by the Plan in equity and money market schemes.
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

Investment Objective

The objective of NAFA Islamic Capital Preservation Plan-I is to earn a potentially high return through dynamic asset allocation between Shariah Compliant Dedicated Equity and Money Market based Collective Investment Schemes, while providing Capital Preservation of the Initial Investment Value including sales load at completion of twenty four months and beyond.

Fund Manager's Commentary

NBP Funds launched its NAFA Islamic Capital Preservation Plan-I (NICPP-I) in February, 2018 which is the fourth plan under NAFA Islamic Active Allocation Fund-II. The Plan is dynamically allocated between the Equity Component and Money Market Component by using the Constant Proportion Portfolio Insurance (CPPI) Methodology. Allocation to Equity Component is generally increased when equity market is rising, while allocation to the Money Market Component is generally increased when the equity market declines. The Plan is presently closed for new subscription. NICPP-I has an initial maturity of two years.

Since inception, unit price of NICPP-I has increased by 0.2% versus the benchmark increase of 0.3%. The current exposure in Money Market Fund and Equity Fund stands at 83.0% & 9.0%, respectively. During the month, maximum multiplier stood at 3.2 whereas minimum multiplier was 1.9.

Asset Allocation (% of Total Assets) 31-May-18 30-Apr-18

	31-May-18	30-Apr-18
Shariah Compliant Funds	92.0%	96.0%
Cash Equivalents	7.9%	3.9%
Others including receivables	0.1%	0.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF**	9.7	2.0	4.4%
KMI-30	9.8	1.9	4.8%

** Based on NBP Funds estimates

Top Holdings (%age of total assets) (as on 31 May, 2018)

NAFA Islamic Money Market Fund	83.0%
NAFA Islamic Active Allocation Equity Fund	9.0%
Total	92.0%

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.

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 115,520/-If the same were not made the NAV per unit/ since inception return of scheme would be higher by Rs 0.0058/0.01%. For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2018.

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

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MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/05/2018): Rs. 100.4438

May 2018

Performance %*

Performance Period	May 2018	Since Launch April 27, 2018
NAFA Islamic Capital Preservation Plan-II	0.4%	0.4%
Benchmark	0.2%	0.2%

* Cumulative Returns

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

General Information

Launch Date:	April 27, 2018
Fund Size:	Rs. 884 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 funds, no additional fee. 2) Cash in Bank account: 1.0% p.a.
Total Expense Ratio (%)	0.30% p.a (including 0.06% government levies)
Risk Profile	Low
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 and 3-months average deposit rate of three AA rated Islamic Banks or Islamic windows of Conventional Banks as selected by MUFAP, on the basis of actual investment by the Plan in equity and money market schemes.
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

Investment Objective

The objective of NAFA Islamic Capital Preservation Plan-II is to earn a potentially high return through dynamic asset allocation between Shariah Compliant Dedicated Equity and Money Market based Collective Investment Schemes, while providing Capital Preservation of the Initial Investment Value including sales load at completion of twenty four months and beyond.

Fund Manager's Commentary

NBP Funds launched its NAFA Islamic Capital Preservation Plan-II (NICPP-II) in April, 2018 which is the fifth plan under NAFA Islamic Active Allocation Fund-II. The Plan is dynamically allocated between the Equity Component and Money Market Component by using the Constant Proportion Portfolio Insurance (CPPI) Methodology. Allocation to Equity Component is generally increased when equity market is rising, while allocation to the Money Market Component is generally increased when the equity market declines. The Plan is presently closed for new subscription. NICPP-II has an initial maturity of two years.

Since inception, unit price of NICPP-II has increased by 0.4% versus the benchmark increase of 0.2%.

Asset Allocation (% of Total Assets) 31-May-18 30-Apr-18

Shariah Compliant Funds	-	-
Cash Equivalents	99.4%	99.9%
Others including receivables	0.6%	0.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 81,591/-If the same were not made the NAV per unit/ since inception return of scheme would be higher by Rs 0.0093/0.01%.

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 (31/05/2018): 10.3826

May 2018

Performance %

Performance Period	May 2018	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* January 18, 2016
NAFA Active Allocation Riba Free Savings Fund	4.5%	4.0%	4.1%	3.8%	4.0%
Benchmark**	2.4%	2.4%	2.4%	3.1%	3.2%

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

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

General Information

Launch Date:	January 18, 2016
Fund Size:	Rs. 1,622 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:	1.89% p.a. (including 0.34% 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)

Asset Allocation (% of Total Assets)	31-May-18	30-Apr-18
Bank Deposits	90.7%	90.7%
GOP Ijarah Sukuks - Govt. Backed	6.0%	5.8%
Commercial Papers (Islamic)	2.5%	2.4%
Others including receivables	0.8%	1.1%
Total	100.0%	100.0%
Leverage	Nil	Nil

Note: Amount invested by fund of funds is Rs. 1,622 million

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 2,113,935/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0135/0.14%. For details investors are advised to read note 5 of the financial statements of the Scheme for the period ended March 31, 2018.

Name of the Members of Investment Committee

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

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

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, the Fund has generated an annualized return of 4.5% against the benchmark return of 2.4%. 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 91% 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 47 days.

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

Credit Quality of the Portfolio as of May 31, 2018 (% of Total Assets)

GOP Ijarah Sukuk (AAA rated)	6.0%
AAA	0.8%
AA-	40.3%
A+	4.3%
A-	47.8%
Others including receivables	0.8%
Total	100.0%

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/05/2018) Rs. 11.6033

May 2018

Performance %

Performance Period	May 2018	FYTD 2018	Rolling 12 months	FY 2017	Since Launch* January 18, 2016
NAFA Islamic Active Allocation Equity Fund	(4.4%)	(12.2%)	(19.1%)	30.1%	13.8%
Benchmark	(5.3%)	(7.1%)	(16.5%)	18.8%	15.2%

* 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:	January 18, 2016
Fund Size:	Rs. 2,615 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 (%)	3.30% 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)

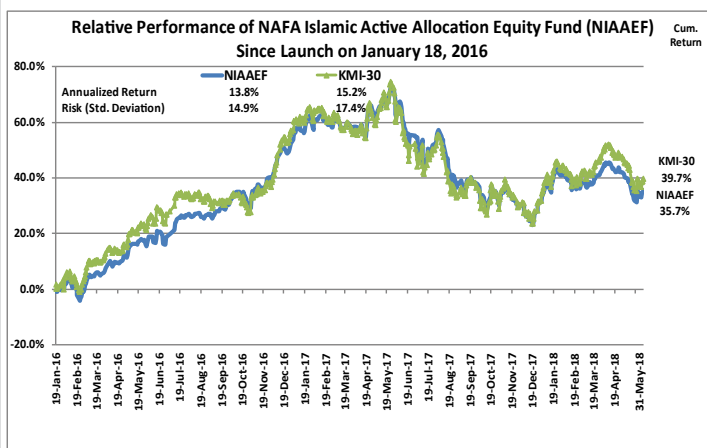
Investment Objective

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

Fund Manager's Commentary

NBP Funds 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 90% in equities, which decreased to around 88% towards the end of the month. NIAAEF outperformed the Benchmark in May as the Fund was underweight in select Cement, Pharmaceutical, Oil & Gas Marketing Companies, and Fertilizer sectors stocks which underperformed the market and overweight in select Textile Composite, Glass & Ceramics, and Technology & Communication sectors stocks which outperformed the market. During the month, the allocation was increased primarily in Oil & Gas Exploration Companies, Fertilizer, and Technology & Communication sectors, whereas it was reduced primarily in Automobile Assembler, Cement, Oil & Gas Marketing Companies, and Textile Composite sectors.



Asset Allocation (% of Total Assets)

	31-May-18	30-Apr-18
Equities / Stocks	88.0%	89.9%
Cash Equivalents	10.8%	7.9%
Others including receivables	1.2%	2.2%
Total	100.0%	100.0%
Leverage	Nil	Nil

Note: Amount invested by fund of funds is Rs 2,615 million.

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF	9.7	2.0	4.4%
KMI-30	9.8	1.9	4.8%

** Based on NBP Funds estimates

Top Five Sectors (% of Total Assets) (as on 31 May, 2018)

Oil & Gas Exploration Companies	24.4%
Fertilizer	13.0%
Cement	10.3%
Oil & Gas Marketing Companies	8.8%
Power Generation & Distribution	6.0%
Others	25.5%

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 0.1289/0.90%. For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2018.

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

Top Ten Holdings (as on 31 May, 2018)

Name	% of Total Assets	Name	% of Total Assets
Pakistan Petroleum Ltd	7.9%	Mari Petroleum Company Ltd	4.8%
Engro Corporation Ltd	7.3%	Hub Power Company Ltd	4.5%
Oil & Gas Dev Co Ltd	6.5%	Nishat Mills Ltd	3.9%
Pakistan Oilfields Ltd	5.2%	Pakistan State Oil Co Ltd	3.4%
Engro Fertilizer Ltd	5.2%	Inter.Steel Ltd	3.2%

Name of the Members of Investment Committee

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

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NBP Fund Management Limited

Formerly: NBP Fullerton Asset Management Limited (NAFA)

7th Floor Clifton Diamond Building, Block No. 4, Scheme No. 5, Clifton Karachi, Pakistan.

For Information & Investment:

Call : **0800-20002** ♦ SMS: **INVEST** to **9995** ♦ info@nbpfunds.com
www.nbpfunds.com ♦  /nbpfunds