

MONTHLY REPORT (MUFAP's Recommended Format)  
 Unit Price (28/02/2019): Rs. 107.1995

February 2019

## Performance %

| Performance Period                      | Feb 2019 | FYTD 2019 | Rolling 12 Months | FY 2018 | FY 2017 | Since Launch* June 28, 2016 |
|-----------------------------------------|----------|-----------|-------------------|---------|---------|-----------------------------|
| NAFA Islamic Active Allocation Plan-III | (1.8%)   | 0.6%      | (0.5%)            | (8.9%)  | 20.0%   | 3.7%                        |
| Benchmark**                             | (2.3%)   | 0.2%      | (0.3%)            | (5.0%)  | 13.4%   | 3.2%                        |

\* 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. 458 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<br>(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 NBP funds, no additional fee.<br>2) Cash in Bank account: 1.25% p.a.                                                                                                                                                                 |
| Total Expense Ratio (%): | 0.50% p.a (including 0.15% government levies)                                                                                                                                                                                                                 |
| Risk Profile:            | Low to moderate                                                                                                                                                                                                                                               |
| Listing:                 | Pakistan Stock Exchange                                                                                                                                                                                                                                       |
| Custodian & Trustee:     | Central Depository Company (CDC)                                                                                                                                                                                                                              |
| Auditors:                | A. F. Ferguson & Co.<br>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) 28-Feb-19 31-Jan-19

|                             |               |               |
|-----------------------------|---------------|---------------|
| Shariah Compliant Funds     | 92.2%         | 91.7%         |
| Cash Equivalents            | 7.8%          | 8.2%          |
| Other including receivables | -             | 0.1%          |
| <b>Total</b>                | <b>100.0%</b> | <b>100.0%</b> |
| Leverage                    | Nil           | Nil           |

## Characteristics of Equity Portfolio\*\*\*

|        | PER | PBV | DY   |
|--------|-----|-----|------|
| NIAAEF | 8.2 | 1.6 | 6.0% |
| KMI-30 | 8.2 | 1.2 | 6.3% |

\*\*\* Based on NBP Funds estimates

## Top Holdings (% age of total assets) (as on February 28, 2019)

|                                               |              |
|-----------------------------------------------|--------------|
| NAFA Islamic Active Allocation Equity Fund    | 59.5%        |
| NAFA Active Allocation Riba Free Savings Fund | 32.7%        |
| <b>Total</b>                                  | <b>92.2%</b> |

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 3,922,781/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.9189/0.85%. For details investors are advised to read the Note 9.1 of the Financial Statements of the Scheme for the period ended December 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 3.7% p.a versus Benchmark return of 3.2% p.a. The current exposure in Income Fund and Equity Fund stands at 32.7% & 59.5%, 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.

## 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