

NAFA Islamic Pension Fund (NIPF)



MONTHLY REPORT (MUFAP's Recommended Format)

June 2018

Performance %

	Fund Size (Rs. in mln)	NAV Per Unit (Rs.) June 29, 2018	June 2018	CYTD 2018	FY 2018 (Rolling 12 Months)	FY 2017	FY 2016	FY 2015	Last 3 Years	Since Launch July 02, 2013
NIPF-Equity Sub-fund	1,110.2	295.2769	(1.7%)*	4.1%*	(10.5%)*	35.8%*	16.9%*	51.5%*	12.4%	24.0%
NIPF-Debt Sub-fund	372.9	127.7898	4.2%	3.1%	2.8%	3.9%	3.8%	5.6%	3.5%	4.8%
NIPF-Money Market Sub-fund	418.8	128.6726	4.4%	3.9%	3.6%	3.8%	3.9%	6.2%	3.8%	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. 1,902 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 June:

NIPF Equity Sub-fund unit price decreased by 1.7% as compared to 2.6% decrease in KMI-30 Index. The Sub-fund was around 88% invested in equities with major weights in Oil & Gas Exploration Companies, Fertilizer and Cement sectors. Equity Sub-fund maintains exposure of atleast 90% in listed equities on average. Last 90 days average allocation in equity was 93% of net asset.

NIPF Debt Sub-fund generated annualized return of 4.2%. 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 0.4 year.

NIPF Money Market Sub-fund generated annualized return of 4.4%. 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 29 June, 2018)

	Debt	Money Market
Government Securities (AAA rated)	29.1%	-
AAA	21.9%	26.4%
AA+	8.8%	19.1%
AA	8.6%	18.0%
AA-	13.6%	16.9%
A+	16.8%	18.7%
Others	1.2%	0.9%
Total	100.0%	100.0%

Asset Allocation (% of Total Assets)

Equity Sub-fund	29-June-18	31-May-18
Equity	88.4%	87.0%
Cash Equivalents	11.1%	12.0%
Others including receivables	0.5%	1.0%
Total	100.0%	100.0%
Debt Sub-fund	29-June-18	31-May-18
Cash Equivalents	69.7%	67.0%
GoP Ijara Sukuk	29.1%	29.3%
Commercial Papers (Islamic)	-	2.3%
Others	1.2%	1.4%
Total	100.0%	100.0%
Money Market Sub-fund	29-June-18	31-May-18
Cash Equivalents	99.1%	99.3%
Others	0.9%	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 29 June, 2018)

Oil & Gas Exploration Companies	24.8%
Fertilizer	13.7%
Cement	8.2%
Oil & Gas Marketing Companies	8.0%
Textile Composite	5.6%
Others	28.1%

Top Ten Holdings of Equity Sub-fund (as on 29 June, 2018)

Name	(% of Total Assets)	Name	(% of Total Assets)
Pak Petroleum Ltd	7.9%	Nishat Mills Ltd	4.5%
Engro Corporation Ltd	7.1%	Hub Power Company Ltd	4.5%
Oil & Gas Dev Co Ltd	6.7%	Mari Petroleum Company Ltd	4.5%
Engro Fertilizer Ltd	6.0%	Pakistan State Oil Co Ltd	4.0%
Pakistan Oilfields Ltd	5.7%	Meezan Bank Ltd	3.4%

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	1.8158	0.55%
Debt Sub-fund	718,802	0.2464	0.20%
Money Market Sub-fund	539,522	0.1658	0.13%

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.

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