

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



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/12/2016): Rs 128.7599

December 2016

## Performance %

Performance period	Dec 2016	FYTD 2017	Rolling 12 Months Jan 16-Dec 16	FY 2016	FY 2015	Since Launch March 05, 2014*
NAFA Islamic Principal Protected Fund-I (NIPPF-I)	6.2%	15.2%	21.0%	4.2%	21.3%	15.3%
Benchmark	6.7%	11.6%	20.4%	7.7%	11.0%	12.1%
* Annualized Return The performance reported is net of management fee & all other expenses and based on dividend reinvestment gross of with-holding tax where applicable. All Other returns are Cumulative						

## General Information

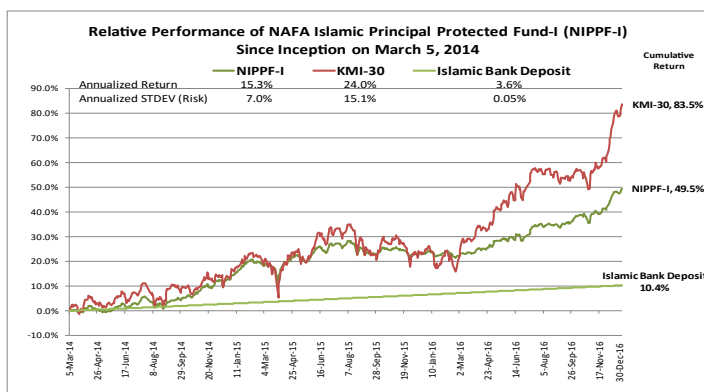
Launch Date: March 5, 2014  
Fund Size: Rs. 409 million  
Type: Open-end Shariah Compliant Capital Protected Fund  
Dealing Days: Daily – Monday to Friday  
Dealing Time: (Mon - Thr) 9:00 A.M to 5:00 P.M  
(Friday) 9:00 A.M to 5:30 P.M  
Settlement: 2-3 business days  
Pricing Mechanism: Forward Pricing  
Load: Back end: 0%  
Management Fee: 2% per annum  
Total Expense Ratio (%): 2.91% p.a. (including 0.35% government levies)  
Risk Profile: Low  
Listing: Pakistan Stock Exchange  
Custodian & Trustee: Central Depository Company (CDC)  
Auditors: A. F. Ferguson & Co.  
Chartered Accountants  
Benchmark: Daily weighted return of KMI-30 index & Islamic Bank Deposits based on Fund's actual allocation.  
Fund Manager: Sajjad Anwar, CFA  
Asset Manager Rating: AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

The objective of NAFA Islamic Principal Protected Fund-I is to earn a potentially high return through dynamic asset allocation between shariah compliant Equities and Money Market investment avenues, while providing principal protection.

## Fund Manager's Commentary

Since inception, NIPPF-I has generated a return of 15.3% p.a versus 12.1% p.a return of the Benchmark. The current equity exposure stands at around 9% p.a. During the month, maximum multiplier stood at 1.7 whereas minimum multiplier was 0.3. Key holdings of the Fund belong to Cement, Oil & Gas Exploration Companies, and Fertilizer sectors. In line with directive no 18 of 2016, effective from 1st January 2017, the equity exposure of the Fund will be capped at 10%. Consequently, going forward, your Fund may not be able to offer attractive returns due to very low exposure in the stock market.



## Asset Allocation (% of Total Assets) 30-Dec-16 30-Nov-16

Equities / Stocks	8.8%	45.1%
Cash	55.5%	51.7%
Others including receivables	35.7%	3.2%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NIPPF-I	8.9	2.5	4.0%
KMI-30	12.2	2.9	4.2%

\*\* Based on NAFA's estimates

## Top Five Sectors (% of Total Assets) (as on 30 Dec, 2016)

Cement	2.3%
Oil & Gas Exploration Companies	1.9%
Fertilizer	0.9%
Cable & Electrical Goods	0.8%
Oil & Gas Marketing Companies	0.8%
Others	2.1%

## Top Ten Holdings (as on 30 Dec, 2016)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
D G Khan Cement Co Ltd	Equity	0.8%	Nishat Mills Ltd	Equity	0.5%
Pak Elektron Ltd	Equity	0.8%	Mari Petroleum Company Ltd	Equity	0.5%
Pakistan State Oil Co Ltd	Equity	0.7%	Lucky Cement Ltd	Equity	0.5%
Pak Petroleum Ltd	Equity	0.7%	Fauji Cement Company Ltd	Equity	0.5%
Pakistan Oilfields Ltd	Equity	0.7%	Mughal Iron & Steel Industries Ltd	Equity	0.5%

## Name of the Members of Investment Committee

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

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 7,552,236/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 2.38/2.24%. For details investors are advised to read Note 7 of the Financial Statements of the Scheme for the period ended September 30, 2016.From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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

2) Taxes apply. Further, tax credit also available as per section 62 of 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.