

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



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/01/2017): Rs 100.6153

January 2017

Performance %

Performance period	Jan 2017	FYTD 2017	Rolling 12 Months Feb 16 - Jan 17	FY 2016	FY 2015	Since Launch March 05, 2014*
NAFA Islamic Principal Protected Fund-I (NIPPF-I)	1.8%	17.4%	23.8%	4.2%	21.3%	15.5%
Benchmark	0.5%	12.2%	22.2%	7.7%	11.0%	12.0%

* Annualized Return

All Other returns are Cumulative

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

General Information

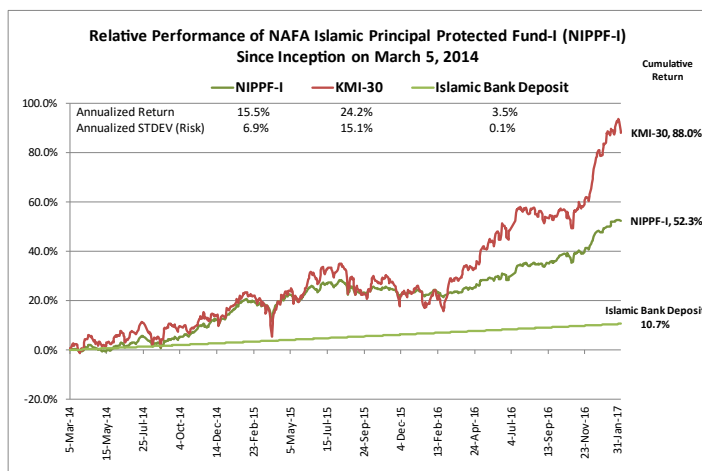
Launch Date:	March 5, 2014
Fund Size:	Rs. 140 million
Type:	Open-end Shariah Compliant Capital Protected Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Back end: 0%
Management Fee:	Equity component 2% per annum Others: 12% of Net Income (Min 0.5% p.a., Max 1.0% p.a.)
Total Expense Ratio (%)	3.84% p.a. (including 1.31% 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 15.5% p.a versus 12% p.a return of the Benchmark. The current equity exposure stands at around 7%. During the month, maximum multiplier stood at 0.3 whereas minimum multiplier was 0.2. Key holdings of the Fund belong to Oil & Gas Exploration Companies, Cement, and Textile Composite Companies sectors. In line with directive no 18 of 2016, effective from 01st January 2017, the equity exposure of the Fund is 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)

	31-Jan-17	30-Dec-16
Equities / Stocks	7.3%	8.8%
Cash	89.2%	55.5%
Others including receivables	3.5%	35.7%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIPPF-I	9.3	2.3	3.7%
KMI-30	12.7	2.8	3.9%

** Based on NAFA's estimates

Top Five Sectors (% of Total Assets) (as on 31 Jan, 2017)

Oil & Gas Exploration Companies	2.0%
Cement	1.2%
Textile Composite	0.9%
Fertilizer	0.9%
Oil & Gas Marketing Companies	0.8%
Others	1.5%

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 3,113,067/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 2.2437/2.76%.

Top Ten Holdings (as on 31 Jan, 2017)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Nishat Mills Ltd	Equity	0.9%	D G Khan Cement Co Ltd	Equity	0.9%
Pakistan Oilfields Ltd	Equity	0.8%	Engro Fertilizer Ltd	Equity	0.8%
Pak Petroleum Ltd	Equity	0.8%	Al-Shaheer Corporation Ltd	Equity	0.2%
Pakistan State Oil Co. Ltd	Equity	0.7%	Mari Petroleum Company Ltd	Equity	0.1%
Pak Elektron Ltd	Equity	0.5%	Engro Corporation Ltd	Equity	0.1%

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

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.