

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



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/05/2016): Rs.113.5626

May 2016

Performance %

Performance Period	May 2016	FYTD 2016	Rolling 12 Months June 15 - May 16	FY 2015	Since Launch March 05, 2014*
NAFA Islamic Principal Protected Fund-I (NIPPF-I)	1.5%	2.9%	5.1%	21.3%	11.7%
Benchmark	2.4%	5.0%	7.7%	11.0%	8.8%

* 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. 723 million
Type:	Open-end Shariah Compliant -Capital Protected Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time (Ramadan):	(Mon - Thr) 8:30 A.M to 3:00 P.M (Friday) 8:30 A.M to 12:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Back end: 0%
Management Fee:	2% per annum
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)

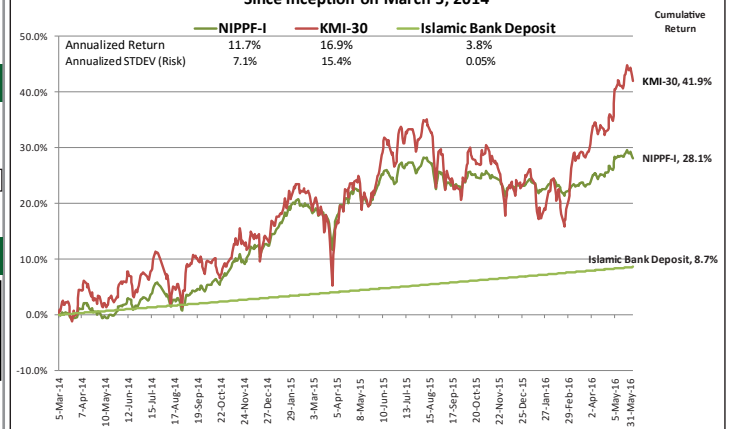
Investment Objective

The objective of NAFA Islamic Principal Protection 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 cumulative return of 28.1% versus 20.8% return of the Benchmark. The current equity exposure stands at around 48%. During the month, maximum multiplier stood at 2.6 whereas minimum multiplier was 2.4. Key holdings of the Fund belong to Cement, Oil & Gas Exploration Companies, and Fertilizer sectors. The Fund can invest up to 50% in equities subject to cushion availability. We are confident that the Fund will generate good returns considering the improved macroeconomic and political outlook and built in dynamic equity allocation mechanism of the Fund.

Relative Performance of NAFA Islamic Principal Protected Fund-I (NIPPF-I) Since Inception on March 5, 2014



Asset Allocation (% of Total Assets) 31-May-16 29-Apr-16

	31-May-16	29-Apr-16
Equities / Stocks	47.6%	47.1%
Cash	51.2%	51.9%
Others including receivables	1.2%	1.0%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIPPF-I	9.3	2.4	5.4%
KMI-30	10.1	2.3	5.7%

** Based on NAFA's estimates

Top Five Sectors (% of Total Assets) (as on 31 May, 2016)

Cement	7.8%
Oil & Gas Exploration Companies	7.3%
Fertilizer	5.6%
Oil & Gas Marketing Companies	5.2%
Power Generation & Distribution	5.2%
Others	16.5%

Top Ten Holdings (as on 31 May, 2016)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pak Petroleum Ltd	Equity	3.6%	Kot Addu Power Co Ltd	Equity	2.7%
Pakistan State Oil Co. Ltd	Equity	3.3%	Hub Power Company Ltd	Equity	2.5%
Engro Corporation Ltd	Equity	3.2%	Lucky Cement Ltd	Equity	1.8%
Indus Motor Company Ltd	Equity	3.1%	Meezan Bank Ltd	Equity	1.7%
Pakistan Oilfields Ltd	Equity	2.9%	Engro Fertilizer Ltd	Equity	1.7%

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
Muhammad Imran, CFA, ACCA

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 1.1857/1.09%. For details investors are advised to read Note 6 of the Financial Statements of the Scheme for the period ended March 31, 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 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.