

Performance %*

| Performance Period | Aug 2015 | FYTD 2016 | Rolling 12 Months Sep 14-Aug 15 | Since Launch* June 27, 2014 |
|---|----------|-----------|---------------------------------|-----------------------------|
| NAFA Islamic Principal Protected Fund-II (NIPPF-II) | (1.9%) | 0.7% | 23.8% | 18.4% |
| Benchmark | (0.9%) | 0.8% | 13.6% | 11.3% |

* Annualized Return The performance reported is net of management fee & all other expenses and based on All Other returns are Cumulative dividend reinvestment gross of with-holding tax where applicable.

General Information

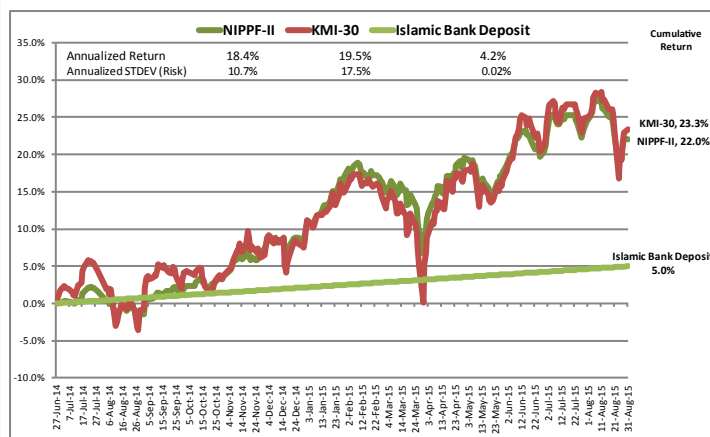
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|-----------------------|--|
| Launch Date: | June 27, 2014 |
| Fund Size: | Rs. 1,304 million |
| Type: | Shariah Compliant - Open-end – Capital Protected Fund |
| Dealing Days: | Daily – Monday to Friday |
| Dealing Time: | (Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 05:30 P.M |
| Settlement: | 2-3 business days |
| Pricing Mechanism: | Forward Pricing |
| Load: | Back end: 0% |
| Management Fee: | 2% per annum |
| Risk Profile: | Low |
| Listing: | Lahore 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-II 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- II has generated a cumulative return of 22.0% versus 13.4% return of the Benchmark. The current equity exposure stands at around 64%. During the month, maximum multiplier stood a 4.2 whereas minimum multiplier was 3.4. Key holdings of the Fund belong to Power Generation & Distribution, Cement and Fertilizer sectors. The Fund can invest up to 100% in equities subject to cushion availability. We are confident that the Fund will continue to generate good returns considering the improved macroeconomic outlook, reasonable valuations and built in dynamic equity allocation mechanism of the Fund.



Asset Allocation (% of Total Assets) 31-Aug-15 31-July-15

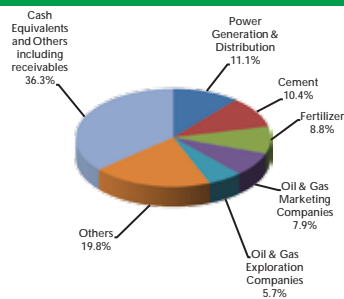
| | | |
|------------------------------|---------------|---------------|
| Equities / Stocks | 63.7% | 72.9% |
| Bank Deposits | 35.6% | 26.5% |
| Others including receivables | 0.7% | 0.6% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Characteristics of Equity Portfolio****

| | PER | PBV | DY |
|----------|------|-----|------|
| NIPPF-II | 8.8 | 3.1 | 4.6% |
| KMI-30 | 10.9 | 3.1 | 4.9% |

**** Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 31 Aug, 2015)



WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 5,069,719,-/If the same were not made the NAV per unit/ since inception return of scheme would be higher by Rs 0.4649/0.48%. For details investors are advised to read Note 7 of the Financial Statements of the Scheme for the period ended March 31, 2015. 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. The performance reported is based on dividend reinvestment (gross of with-holding tax where applicable)

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

Top Ten Holdings (as on 31 Aug, 2015)

| Name | Asset Class | % of Total Assets | Name | Asset Class | % of Total Assets |
|----------------------------|-------------|-------------------|---------------------------|-------------|-------------------|
| Engro Corporation Ltd | Equity | 5.8% | Pakistan Oilfields Ltd | Equity | 3.5% |
| Hub Power Company Ltd | Equity | 5.0% | Pakistan State Oil Co Ltd | Equity | 3.1% |
| Kot Addu Power Co Ltd | Equity | 4.2% | D G Khan Cement Co Ltd | Equity | 3.1% |
| Kohinoor Textile Mills Ltd | Equity | 4.1% | Attock Petroleum Ltd | Equity | 2.9% |
| Lucky Cement Ltd | Equity | 3.6% | Indus Motor Company Ltd | Equity | 2.4% |

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