



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (27/02/2015): Rs.10.3245

February 2015

Performance %*

| Performance Period | February 2015 | Since Launch January 09, 2015* |
|-------------------------|---------------|--------------------------------|
| NAFA Islamic Stock Fund | (2%) | 3.2% |
| Benchmark | (0.5%) | 2.2% |

* Cumulative Returns [Returns are net of management fee & all other expenses]

General Information

| | |
|-----------------------|--|
| Launch Date: | January 9, 2015 |
| Fund Size: | Rs. 849 million |
| Type: | Shariah Compliant - Open-end – Equity 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: | Front end 3% (Nil on investment above Rs 16 million) Back end - 0% |
| Management Fee: | 3.0% per annum |
| Risk Profile: | High |
| Listing: | Lahore Stock Exchange |
| Custodian & Trustee: | Central Depository Company (CDC) |
| Auditors: | A. F. Ferguson & Co. Chartered Accountants |
| Benchmark: | KMI-30 index |
| Fund Manager: | Sajjad Anwar, CFA |
| Asset Manager Rating: | AM2 by PACRA (Very High Investment Management Standards) |

Investment Objective

The objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio of Shariah Compliant listed equities.

Fund Manager's Commentary

NAFA launched NAFA Islamic Stock Fund (NISF) on 9th January, 2015. The aim of the Fund is to provide growth to the Unit holders over the long-term by investing primarily in Shariah compliant equities.

NISF started off the month with an allocation of around 85% in equities, which was increased to around 88% during the month. NISF underperformed the Benchmark in February as the Fund was underweight in key Oil & Gas and Chemicals sectors stocks which outperformed the market and overweight in select Construction & Materials sector stocks which underperformed the market. During the month, the allocation was increased in Oil & Gas and Automobile & Parts sectors whereas as it was either maintained or reduced in almost all the other sectors.

Asset Allocation (% of Total Assets)

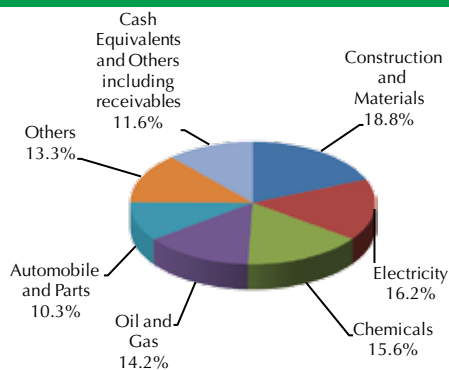
| | 27-Feb-15 | 30-Jan-15 |
|------------------------------|---------------|---------------|
| Equities / Stocks | 88.4% | 85.1% |
| Cash | 10.7% | 14.2% |
| Others including receivables | 0.9% | 0.7% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Characteristics of Equity Portfolio****

| | PER | PBV | DY |
|--------|------|-----|------|
| NISF | 7.5 | 3.0 | 4.6% |
| KMI-30 | 10.1 | 2.4 | 5.9% |

** Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 27 February, 2015)



WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 612,819/-If the same were not made the NAV per unit/ since inception return of scheme would be higher by Rs 0.0076/0.08%.

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.

Top Ten Holdings (as on 27 February, 2015)

| Name | Asset Class | % of Total Assets | Name | Asset Class | % of Total Assets |
|---------------------------|-------------|-------------------|----------------------------|-------------|-------------------|
| Engro Corporation Ltd | Equity | 8.3% | Kohinoor Textile Mills Ltd | Equity | 3.5% |
| D G Khan Cement Co Ltd | Equity | 7.4% | Indus Motor Co Ltd | Equity | 3.5% |
| Kot Addu Power Co Ltd | Equity | 6.7% | Pak Petroleum Ltd | Equity | 3.1% |
| Hub Power Company Ltd | Equity | 6.5% | Lucky Cement Ltd | Equity | 2.8% |
| Pakistan State Oil Co Ltd | Equity | 4.8% | Hascol Petroleum Ltd | Equity | 2.8% |

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Syed Suleman Akhtar, CFA
Asim Wahab Khan, CFA
Muhammad Imran, CFA, ACCA

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. The NAV based prices of units and any dividends/returns thereon are dependent on forces and factors affecting the capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand investment policies and the risks involved.