

# NAFA Pension Fund (NPF)



MONTHLY REPORT (MUFAP's Recommended Format)

September 2017

## Performance %

	Fund Size (Rs. in mln)	NAV Per Unit (Rs.) September 29, 2017	Sep 2017	FYTD 2018	(Rolling 12 Months) Oct 16 - Sep 17	FY 2017	FY 2016	FY 2015	Since Launch July 02, 2013
NPF-Equity Sub-fund	990.4	295.6027	1.1%*	(10.8%)	8.2%	37.3%*	14.8%*	49.6%*	28.8%
NPF-Debt Sub-fund	401.0	142.9099	4.6%	4.2%	4.4%	4.4%	5.5%	17.3%	8.5%
NPF-Money Market Sub-fund	469.0	129.6997	4.3%	4.2%	4.3%	4.4%	4.9%	7.8%	6.0%

\* Cumulative Returns

All Other returns are annualized

The performance reported is net of management fee & all other expenses.

## General Information

Launch Date:	July 2, 2013
Fund size:	Rs. 1,860 million
Type:	Open-end – Voluntary Pension Scheme
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
Pricing Mechanism	Forward Pricing
Front end Load:	Upto 3% on Contributions
Back end Load	0%
Management Fee:	On average Annual Net Assets of each Sub-Fund. Equity, Debt, Money Market 1.50% p.a. Equity 2.09% p.a. (including 0.28% government levies)
Total Expense Ratio (%)	Debt 2.03% p.a. (including 0.33% government levies) Money Market 2.03% p.a. (including 0.33% government levies)
Risk Profile	Investor dependent
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Fund Manager:	Sajjad Anwar, CFA
Minimum Subscription:	Initial: Rs. 10,000/- Subsequent: Rs. 1000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)
Leverage	Nil

## Investment Objective

To provide a secure source of savings and regular income after retirement to the Participants.

## Fund Manager's Commentary

### During the month of September:

NPF Equity Sub-fund unit price increased by 1.1% compared with 2.9% increase in KSE-100 Index. The Sub-fund was around 93% invested in equities with major weights in Oil & Gas Exploration Companies, Commercial Banks, and Cement sectors. Equity Sub-fund maintains exposure of at least 90% in listed equities on average. Last 90 days average allocation in equity was 92.7% of net asset.

NPF Debt Sub-fund generated annualized return of 4.6%. The Sub-fund was invested primarily in Government Securities and TFCs. Debt Sub-fund maintains a minimum combined exposure of 50% in Government Securities (25% minimum) and AA+ rated banks. Weighted Average Maturity of Sub-fund is 0.7 year.

NPF Money Market Sub-fund generated annualized return of 4.3%. In line with its investment strategy, the Sub-fund will maintain high exposure in money market securities. Money Market Sub-fund average maturity cannot exceed 90 days. Weighted Average Maturity of Sub-fund is 26 days.

## Top Five Sectors (% of Total Assets) (as on 29 September, 2017)

Sector	% of Total Assets
Oil & Gas Exploration Companies	16.6%
Commercial Banks	14.0%
Cement	9.8%
Textile Composite	8.1%
Fertilizer	7.4%
Others	36.6%

## Top Ten Holdings of Equity Sub-fund (as on 29 September, 2017)

Name	(% of Total Assets)	Name	(% of Total Assets)
Pakistan Oilfields Ltd	5.5%	Engro Corporation Ltd	3.3%
Pakistan Petroleum Ltd	5.1%	United Bank Ltd	2.9%
Habib Bank Ltd	3.9%	Hub Power Company Ltd	2.7%
Pakistan State Oil Co. Ltd	3.5%	MCB Bank Ltd	2.6%
Oil & Gas Dev.Co	3.4%	Lucky Cement Ltd	2.6%

As on 29 September, 2017

## Top TFC/Sukuk Holdings of Debt Sub-fund

Name	(% of Total Assets)
Askari Commercial Bank Limited 30-SEP-14 30-SEP-24	4.5%
Jahangir Siddiqui and Company Ltd. 08-APR-14 08-APR-19	3.7%
JS Bank Limited 14-DEC-16 14-DEC-23	2.2%
Jahangir Siddiqui and Company Ltd. 18-Jul-17 18-Jul-22	1.9%
Jahangir Siddiqui and Company Ltd. 24-Jun-16 24-Jun-21	0.7%
Standard Chartered Bank (Pakistan) Limited IV - Revised 29/JUN-12 29/JUN-22	0.6%
Faysal Bank Limited III 27-DEC-10 27-DEC-17	0.1%
	13.7%

## Sindh Workers' Welfare Fund (SWWF)

NPF has maintained provisions against Sindh Workers' Welfare Fund's liability in individual Sub-funds as stated below:

	Total amount Provided Rs	Amount Per Unit Rs	Last One Year return would otherwise have been higher by:
Equity Sub-fund	8,252,589	2,4631	0.91%
Debt Sub-fund	972,087	0,3464	0.25%
Money Market Sub-fund	841,490	0,2327	0.19%

For details investors are advised to read the Note 12.1 of the Financial Statements of the Scheme for the year ended June 30, 2017.

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 63 of the Income Tax Ordinance, 2001.

## Credit Quality of the Portfolio (as on 29 September, 2017)

	Debt	Money Market
Government Securities (AAA rated)	42.7%	21.8%
AAA	19.5%	17.7%
AA+	29.7%	39.7%
AA-	4.5%	20.0%
A+	2.2%	0.1%
Others	1.4%	0.7%
Total	100.0%	100.0%

## Asset Allocation (% of Total Assets)

	29-Sep-17	31-Aug-17
<b>Equity Sub-fund</b>		
Equity	92.5%	88.8%
Cash Equivalents	6.1%	10.5%
Others	1.4%	0.7%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Debt Sub-fund</b>		
Cash Equivalents	42.2%	18.9%
TFC/Sukuk	13.7%	13.7%
PIBs	1.4%	1.5%
T-Bills	41.3%	64.6%
Others	1.4%	1.3%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Money Market Sub-fund</b>		
Cash Equivalents	57.9%	21.3%
Bank Placement	19.7%	18.9%
T-Bills	21.8%	58.9%
Others	0.7%	0.9%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Taha Khan Javed, CFA  
Hassan Raza, CFA

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