

# NBP Islamic Sarmaya Izafa Fund (NISIF)

Formerly; NAFA Islamic Asset Allocation Fund (NIAAF)



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/04/2019): Rs. 14.3715

April 2019

## Performance %

Performance Period	Apr 2019	FYTD 2019	Rolling 12 Months	FY 2018	FY 2017	FY 2016	FY 2015	FY 2014	Last 3 Years*	Last 5 Years*	Last 10 Years*	Since Launch October 26, 2007*
NBP Islamic Sarmaya Izafa Fund Formerly; NAFA Islamic Asset Allocation Fund	(3.9%)	(7.4%)	(11.3%)	(8.7%)	20.3%	13.1%	33.8%	22.2%	2.4%	10.1%	16.1%	12.2%
Benchmark**	(3.6%)	(6.8%)	(10.4%)	(3.6%)	11.9%	9.2%	12.1%	17.7%	1.4%	4.7%	12.3%	8.5%

\* Annualized Return

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

All Other returns are Cumulative

Note:\*\* Effective from September 01, 2016; Previously average of (i) average 3-month Islamic banks deposit rate (ii) 6-month KIBOR or its Shariah Compliant equivalent (iii) KMI 30 Index  
\*\* KSE-30 is used as equity component for the Benchmark before June 30, 2008, the launch date of KMI-30 Index. The fund category was changed to Islamic Asset Allocation from Islamic Balanced with effect from April 22, 2014. Consequently, allowed equity range is now 0% to 90% which previously was 30% to 70%. Previous benchmark was 50% KMI-30 Index & 50% Islamic Bank Deposit.

## General Information

Launch Date:	October 26, 2007
Fund Size:	Rs. 8,212 million
Type:	Open-end-Shariah Compliant -Asset Allocation Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon-Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:***	Front End Load (Individual): 3%, (Nil on investment above Rs. 101 million) Front End Load (Other): 3% (Nil on investment above Rs. 50 million) Back End Load: NIL
Management Fee:	2% per annum
Total Expense Ratio (%)	3.14% p.a (including 0.37% government levies)
Selling & Marketing Expenses	0.4% per annum
Risk Profile:	Moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	Deloitte Yousuf Adil Chartered Accountants
Benchmark:**	Daily weighted return of KMI-30 Index & 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP, based on Fund's actual allocation.
Fund Manager:	Taha Khan Javed, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)
*** effective from January 02, 2017	

## Investment Objective

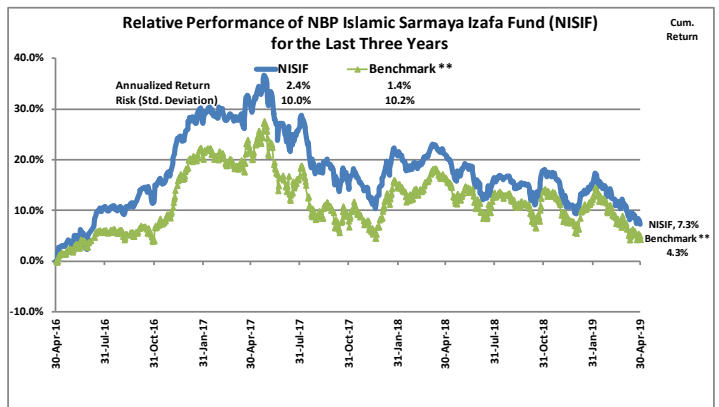
To generate capital appreciation by investing in Shariah Compliant equity and equity related securities and income by investing in Shariah Compliant bank deposits, debt & money market securities.

## Fund Manager's Commentary

During the month under review, unit price (NAV) of NBP Islamic Sarmaya Izafa Fund (NISIF) decreased by 3.9%, whereas the Benchmark decreased by 3.6%, thus an underperformance of 0.3% was recorded. Since inception your Fund has posted 12.2% p.a return, versus 8.5% p.a by the Benchmark. Thus, to-date the outperformance of your Fund stands at 3.7% p.a. This outperformance is net of management fee and all other expenses.

NISIF started off the month with an allocation of around 58% in equities, which decreased to around 51% towards the end of the month. NISIF underperformed the Benchmark in April as the Fund was underweight in select Chemical and Power Generation & Distribution Companies sectors stocks which outperformed the market and overweight in select Cement, and Technology & Communication sectors stocks which underperformed the market. During the month, the allocation was increased primarily in Power Generation & Distribution Companies sector, whereas it was reduced primarily in Cement, Fertilizer, Oil & Gas Marketing Companies, and Oil & Gas Exploration Companies sectors.

Asset Allocation (% of Total Assets)	30-Apr-19	29-Mar-19
Equities / Stocks	51.1%	57.8%
Cash	44.9%	40.5%
Others including receivables	4.0%	1.7%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil



## Characteristics of Equity Portfolio\*\*\*\*

	PER	PBV	DY
NISIF	7.2	1.5	6.5%
KMI-30	7.5	1.1	7.0%

\*\*\*\* Based on NBP Funds estimates

## Top Five Sectors (% of Total Assets) (as on April 30, 2019)

Oil & Gas Exploration Companies	18.1%
Fertilizer	9.2%
Cement	4.2%
Power Generation & Distribution	4.2%
Oil & Gas Marketing Companies	3.5%
Others	11.9%

## 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

## Sindh Workers' Welfare Fund (SWWF)

The Scheme has maintained provisions against worker's welfare Fund's liability to the tune of Rs. 60,862,274/- if the same were not made the NAV Per unit/return of the Scheme would be higher by Rs. 0.1065/0.66%. For details investors are advised to read the note 5 of the latest Financial Statements of the Scheme.

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.

## Top Ten Holdings (as on April 30, 2019)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Oil & Gas Dev Co Ltd	Equity	6.0%	Nishat Mills Ltd	Equity	3.3%
Pak Petroleum Ltd	Equity	6.0%	Pakistan Oilfields Ltd	Equity	3.2%
Engro Corporation Ltd	Equity	5.5%	Meezan Bank Ltd	Equity	3.1%
Engro Fertilizer Ltd	Equity	3.7%	Mari Petroleum Company Ltd	Equity	2.9%
Hub Power Company Ltd	Equity	3.6%	Lucky Cement Ltd	Equity	1.7%

## Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets
Eden Housing (Sukuk II)	SUKUK	4,921,875	4,921,875	-	-	-
<b>Total</b>		<b>4,921,875</b>	<b>4,921,875</b>	<b>-</b>	<b>-</b>	<b>-</b>

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