

MONTHLY REPORT (MUFAP's Recommended Format)  
 Unit Price (29/06/2019): Rs. 10.2017

June 2019

## Performance %

| Performance Period          | June 2019 | CYTD 2019 | FY 2019 (Rolling 12 Months) | FY 2018 | FY 2017 | FY 2016 | FY 2015 | Last 3 years* | Last 5 years* | Since Launch August 20, 2010* |
|-----------------------------|-----------|-----------|-----------------------------|---------|---------|---------|---------|---------------|---------------|-------------------------------|
| NAFA Riba Free Savings Fund | 11.0%     | 10.0%     | 8.8%                        | 5.2%    | 5.9%    | 5.5%    | 7.4%    | 6.6%          | 6.6%          | 7.8%                          |
| Benchmark**                 | 5.2%      | 4.5%      | 3.7%                        | 2.4%    | 3.1%    | 4.9%    | 6.7%    | 3.1%          | 4.2%          | 5.7%                          |

\* Annualized Return Based on Morning Star Methodology  
 All other returns are Annualized Simple Return

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:                  | August 20, 2010                                                                                                                                                                                                      |
| Fund Size:                    | Rs. 6,567 million                                                                                                                                                                                                    |
| Type:                         | Open-end – Shariah Compliant Income Fund                                                                                                                                                                             |
| Dealing Days:                 | Daily – Monday to Saturday                                                                                                                                                                                           |
| Dealing Time:                 | (Mon - Thr) 9:00 A.M to 5:00 P.M<br>(Friday) 9:00 A.M to 5:30 P.M<br>(Saturday) 9:00 A.M to 1:00 P.M                                                                                                                 |
| Settlement:                   | 2-3 business days                                                                                                                                                                                                    |
| Pricing Mechanism:            | Forward Pricing                                                                                                                                                                                                      |
| Load:***                      | Front End Load (Individual): without life Takaful 0.5%, with life Takaful 3% (Nil on investment above Rs. 26 million)<br>Front End Load (Other): 0.5% (Nil on investment above Rs. 16 million)<br>Back End Load: NIL |
| Management Fee:               | 7% of Net Income (min: 0.5% p.a., max: 1.25% p.a.) w.e.f 10-Sep-18. 0.85% p.a. of average net assets during the month.                                                                                               |
| Total Expense Ratio:          | 1.66% p.a. (including 0.36% government levies)                                                                                                                                                                       |
| Selling & Marketing expenses: | 0.4% p.a.                                                                                                                                                                                                            |
| Risk Profile:                 | Very Low                                                                                                                                                                                                             |
| Fund Stability Rating:        | "A(f)" by PACRA                                                                                                                                                                                                      |
| Listing:                      | Pakistan Stock Exchange                                                                                                                                                                                              |
| Custodian & Trustee:          | Central Depository Company (CDC)                                                                                                                                                                                     |
| Auditors:                     | Deloitte Yousuf Adil<br>Chartered Accountants                                                                                                                                                                        |
| Benchmark:**                  | 6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP                                                                                              |
| Fund Manager:                 | Muhammad Ali Bhabha CFA,FRM                                                                                                                                                                                          |
| Minimum Subscription:         | Growth Unit: Rs. 10,000/-<br>Income Unit: Rs. 100,000/-                                                                                                                                                              |
| Asset Manager Rating:         | AM1 by PACRA (Very High Quality)                                                                                                                                                                                     |

\*\* effective from September 01, 2016; Previously Average 6-month deposit rate of A- and above rated Islamic Banks  
 \*\*\* effective from January 02, 2017

| Asset Allocation (% of Total Assets) | 29-June-19    | 31-May-19     |
|--------------------------------------|---------------|---------------|
| Placement with Banks                 | 14.6%         | 16.5%         |
| Commercial Paper (Islamic)           | 21.1%         | 18.6%         |
| Bank Deposits                        | 62.9%         | 63.8%         |
| Others including receivables         | 1.4%          | 1.1%          |
| <b>Total</b>                         | <b>100.0%</b> | <b>100.0%</b> |
| Leverage                             | Nil           | Nil           |

## Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 15,013,378/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0233/0.25%. For details investors are advised to read note 5 of the latest financial statements of the Scheme.

## Name of the Members of Investment Committee

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

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.

## Investment Objective

To provide preservation of capital and earn a reasonable rate of return along with a high degree of liquidity by investing in short-term Shariah Compliant banks and money market / debt securities.

## Fund Manager's Commentary

The Fund generated an annualized return of 11% for the month of June 2019 versus the Benchmark return of 5.2%, thus registering an outperformance of 5.8% p.a. This reported return is net of management fee and all other expenses.

The Fund aims to consistently provide better return than the profit rates offered by Islamic Banks / Islamic windows of commercial banks, while also providing easy liquidity along with a high quality credit profile. The Fund is allowed to invest in short-term Shariah Compliant money market securities of up to six months maturity rated AA- or better. The Fund is not authorized to invest in corporate debt securities and equities.

Around 64% of net assets of the portfolio are invested in bank deposits which enhance the liquidity profile of the Fund. The weighted average time to maturity of the Fund is 14 days.

We will rebalance the allocation of the Fund proactively based on the capital market outlook.

## Credit Quality of the Portfolio as of June 29, 2019 (% of Total Assets)

|                              |               |
|------------------------------|---------------|
| AAA                          | 19.8%         |
| AA                           | 13.6%         |
| AA-                          | 10.7%         |
| A+                           | 23.2%         |
| A-                           | 31.3%         |
| Others including receivables | 1.4%          |
| <b>Total</b>                 | <b>100.0%</b> |

**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 Document to understand investment policies and the risks involved.