

NAFA Asset Allocation Fund (NAAF)



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/03/2016): Rs.14.8593

March 2016

Performance %

Performance Period	Mar 2016	FYTD 2016	Rolling 12 Months Apr 15 - Mar 16	FY 2015	FY 2014	FY 2013	FY 2012	Since Launch August 20, 2010*
NAFA Asset Allocation Fund	3.6%	0.5%	13.8%	24.6%	13.7%	32.0%	14.4%	18.3%
Benchmark**	2.4%	0.6%	6.1%	9.6%	15.3%	17.1%	8.1%	11.1%

* Annualized Return
All Other returns are Cumulative
The performance reported is net of management fee & all other expenses and based on dividend reinvestment gross of with-holding tax where applicable.
**From January 01, 2014, KSE-30 Total Return Index

General Information

Launch Date:	August 20, 2010
Fund Size:	Rs. 1,142 million
Type:	Open-end – Asset Allocation 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. 50 million) Back end - 0%
Management Fee:	2% per annum
Risk Profile:	Moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	Deloitte Yousuf Adil Chartered Accountants
Benchmark:	1/3 of average 3-month bank deposit rate; 1/3 of 6-month KIBOR; 1/3 of KSE 30 Index Total Return
Fund Manager:	Muhammad Imran, CFA, ACCA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2+ by PACRA (High Investment Management Standards)

Investment Objective

To generate income by investing in Debt & Money Market securities and to generate capital appreciation by investing in equity and equity related securities.

Fund Manager's Commentary

During the month under review, NAFA Asset Allocation Fund's (NAAF) unit price (NAV) increased by 3.6% while the Benchmark increased by 2.4%. Thus your Fund outperformed the Benchmark by 1.2%. Since inception on August 20, 2010 the Fund has posted 156.8% cumulative return, versus 80.8% by the Benchmark. Thus, to date the cumulative outperformance of your Fund stands at 76.0%. This outperformance is net of management fee and all other expenses.

NAAF started off the month with an allocation of around 55% in equities, which was almost maintained during the month. NAAF outperformed the Benchmark in March as the Fund was underweight in select Commercial Banks sector stock which underperformed the market and overweight in Cements, Oil & Gas Exploration Companies, Engineering, and Automobile Part & Accessories sectors stocks which outperformed the market. During the month, the allocation was primarily increased in Cements, Oil & Gas Exploration companies, Engineering, and Refinery sectors whereas as it was reduced primarily in Fertilizers, Commercial Banks, Power Generation & Distribution, Automobile Parts & Accessories, and Textile composite sectors.

Asset Allocation (% of Total Assets) 31-Mar-16 29-Feb-16

	31-Mar-16	29-Feb-16
Equities / Stocks	54.2%	54.9%
Cash	34.6%	32.9%
Bank Placements	8.4%	10.4%
Others including receivables	2.8%	1.8%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NAAF	7.9	2.1	5.6%
KSE-30	9.2	1.9	6.0%

*** Based on NAFA's estimates

Top Five Sectors (% of Total Assets) (as on 31st March, 2016)

Cement	9.4%
Oil & Gas Exploration Companies	6.8%
Commercial Banks	6.6%
Textile Composite	5.5%
Engineering	5.1%
Others	20.8%

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

WORKERS' WELFARE FUND (WWF)

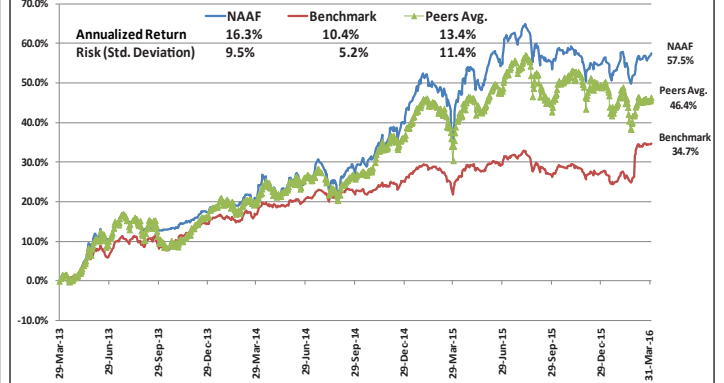
The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 18,637,505/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.2425/1.86%. For details investors are advised to read Note 11 of the Financial Statements of the Scheme for the half year ended December 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.
2) Taxes apply. Further, tax credit also available as per section 62 of the Income Tax Ordinance, 2001.

Top Ten Holdings (as on 31st March, 2016)

Name	Asset Class	% of Total Assets
Kohinoor Textile Mills Ltd	Equity	2.9%
D G Khan Cement Co Ltd	Equity	2.7%
Indus Motor Company Ltd	Equity	2.6%
Lucky Cement Ltd	Equity	2.6%
Nishat Mills Ltd	Equity	2.6%
Tariq Glass Ltd	Equity	2.5%
International Industries Ltd	Equity	2.5%
Thal Ltd	Equity	2.4%
Kot Addu Power Co Ltd	Equity	2.0%
Hub Power Company Ltd	Equity	2.0%
Total		24.8%

Relative Performance of NAFA Asset Allocation Fund (NAAF) for the Last Three Years



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 Documents to understand the investment policies and the risks involved.