NBP Islamic Active Allocation Equity Fund (NIAAEF)

Formerly; NAFA Islamic Active Allocation Equity Fund (NIAAEF)

NBP FUNDS
Managing Your Savings

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/08/2019) Rs. 7.7716

August 2019

Performance %

Performance Period	August 2019	FYTD 2020	Rolling 12 Months	FY 2019	FY 2018	FY 2017	Last 3 years*	Since Launch* January 18, 2016
NBP Islamic Active Allocation Equity Fund Formerly; NAFA Islamic Active Allocation Equity Fund (NIAAEF)	(8.2%)	(14.4%)	(31.4%)	(19.9%)	(14.1%)	30.1%	(10.5%)	(2.6%)
Benchmark	(8.6%)	(14.6%)	(34.7%)	(23.8%)	(9.6%)	18.8%	(12.7%)	(3.3%)

** 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.

General Information

Launch Date:	January 18, 2016
Fund Size:	Rs. 826 million
Fund Size: (Excluding investment by fund of funds)	Nil
Type:	Open Ended Shariah Compliant Equity Scheme
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-0% Back end-0%
Management Fee:	1.5% per annum w.e.f 12-Jul-19
Risk Profile:	High
Total Expense Ratio (%)	3.55% p.a. (including 0.25% government levies)
Selling & Marketing Expenses:	1.15% per annum
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	KMI-30 Index
Fund Manager:	Taha Khan Javed, CFA
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

Asset Allocation (% of Total Assets)

	31-August-19	31-July-19
Equities / Stocks	89.0%	87.3%
Cash Equivalents	9.5%	8.6%
Others including receivables	1.5%	4.1%
Total	**100.0%**	**100.0%**
Leverage	Nil	Nil

Note: Amount invested by fund of funds is Rs 826 million.

Characteristics of Equity Portfolio**

	PER	PBV	DY
NIAAEF	5.4	1.3	8.4%
KMI-30	5.6	0.9	7.9%

** Based on NBP Funds estimates

Top Five Sectors (% of Total Assets) (as on August 31, 2019)

Oil & Gas Exploration Companies	28.7%
Fertilizer	21.3%
Power Generation & Distribution	9.0%
Commercial Banks	7.4%
Cement	4.4%
Others	18.2%

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 29,057,183/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.2733/2.41%. For details investors are advised to read the Note 5 of the 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.

Investment Objective

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

Fund Manager's Commentary

NBP Funds launched its second open-end Islamic Equity Fund namely NBP Islamic Active Allocation Equity Fund (NIAAEF) in January, 2016. The aim of the Fund is to provide growth to the investment of unit holders over the long-term in approved Shariah Compliant equities.

NIAAEF started off the month with an allocation of around 87% in equities, which increased to around 89% towards the end of the month. NIAAEF outperformed the Benchmark in August as the Fund was overweight in select Power Generation & Distribution, Paper & Board, and Textile Composite sectors stocks which outperformed the market and underweight in select Oil & Gas Exploration Companies, Auto Assembler, and Oil & Gas Marketing Companies sectors stocks which underperformed the market. During the month, the allocation was increased primarily in Fertilizer, Engineering, and Commercial Banks sectors, whereas it was reduced primarily in Oil & Gas Exploration Companies, and Oil & Gas Marketing Companies sectors.

Top Ten Holdings (as on August 31, 2019)

Name	% of Total Assets	Name	% of Total Assets
Engro Corporation Ltd	11.3%	Pak Petroleum Ltd	7.4%
Oil & Gas Dev Co Ltd	11.1%	Mari Petroleum Co Ltd	5.9%
Engro Fertilizer Ltd	9.9%	Pakistan Oilfields Ltd	4.3%
Hub Power Company Ltd	8.3%	Lucky Cement Ltd	3.6%
Meezan Bank Ltd	7.4%	Nishat Mills Ltd	2.1%

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Taha Khan Javed, CFA
Hassan Raza, CFA

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.*