

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (30/09/2019): Rs. 96.1443

September 2019

Performance %

| Performance Period | Sep 2019 | FYTD 2020 | Rolling 12 Months | FY 2019 | FY 2018 | FY 2017 | Last 3 Years* | Since Launch* June 28, 2016 |
|---|----------|-----------|-------------------|---------|---------|---------|---------------|-----------------------------|
| NAFA Islamic Active Allocation Plan-III | 7.0% | (1.7%) | (10.6%) | (8.2%) | (8.9%) | 20.0% | (2.2%) | (0.4%) |
| Benchmark** | 7.2% | (1.6%) | (11.2%) | (9.5%) | (5.0%) | 13.4% | (1.8%) | (1.0%) |

* Annualized Returns
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: | June 28, 2016 |
| Fund Size: | Rs. 357 million |
| Type: | Open Ended Shariah Compliant Fund of Funds |
| 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 |
| Back end Load: | Nil |
| Management Fee: | 1) On invested amount in NBP funds, no additional fee. 2) Cash in Bank account: 1.25% p.a. |
| Total Expense Ratio (%): | 0.44% p.a (including 0.04% government levies) |
| Risk Profile: | Low to moderate |
| Listing: | Pakistan Stock Exchange |
| Custodian & Trustee: | Central Depository Company (CDC) |
| Auditors: | A. F. Ferguson & Co. 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 (which is combination of benchmarks of underlying schemes) |
| Fund Manager: | Sajjad Anwar, CFA |
| Asset Manager Rating: | AM1 by PACRA (Very High Quality) |

** effective from September 01, 2016; Previously daily weighted return of KMI-30 index & 6 month deposit rate of A- and above rated Islamic banks and windows based on actual investment.

Asset Allocation (% of Total Assets) 30-Sep-19 31-Aug-19

| | | |
|-----------------------------|---------------|---------------|
| Shariah Compliant Funds | 91.7% | 92.4% |
| Cash Equivalents | 8.2% | 7.5% |
| Other including receivables | 0.1% | 0.1% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

Characteristics of Equity Portfolio***

| | PER | PBV | DY |
|--------|-----|-----|------|
| NIAAEF | 6.0 | 1.4 | 7.3% |
| KMI-30 | 6.1 | 0.9 | 7.1% |

*** Based on NBP Funds estimates

Top Holdings (% age of total assets) (as on September 30, 2019)

| | |
|--|--------------|
| NBP Islamic Active Allocation Equity Fund <small>(Formerly: NAFA Islamic Active Allocation Equity Fund)</small> | 69.3% |
| NBP Active Allocation Riba Free Savings Fund <small>(Formerly: NAFA Active Allocation Riba Free Savings Fund)</small> | 22.4% |
| Total | 91.7% |

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.

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 3,817,847/-If the same were not made the NAV per unit/ last year return of scheme would be higher by Rs 1.028/0.95%. For details investors are advised to read the Note 13.1 of the latest Financial Statements.

Investment Objective

The objective of the Fund is to provide investors an opportunity to earn attractive return from an actively managed portfolio of Shari'ah Compliant Equity Fund and Income Fund.

Fund Manager's Commentary

NBP Funds launched its NAFA Islamic Active Allocation Plan-III (NIAAP-III) in June, 2016 which is the third plan under NAFA Islamic Active Allocation Fund-I. The Active Allocation Plan is dynamically managed between dedicated equity related and income schemes managed by NBP Funds based on the Fund Manager's outlook of the authorized asset-classes. The Plan is presently closed for new subscription. NIAAP-III has an initial maturity of two years.

Since inception, Unit price of NIAAP-III has decreased by 0.4% p.a versus Benchmark decline of 1.0% p.a. The current exposure in Income Fund and Equity Fund stands at 22.4% & 69.3%, respectively. The Plan can invest up to 100% in equity funds. We are confident that the Plan will generate good returns considering the improved macroeconomic and political outlook and dynamic equity allocation mechanism of the Fund.

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