

MONTHLY REPORT (MUFAP's Recommended Format)

Unit Price (31/01/2020): Rs.118.2199

January 2020

| Performance % | | | | | | | | |
|---|----------|-------------|-------------------|-----------|-----------|-----------|---------------|-----------------------------|
| Performance Period | Jan-2020 | 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 | 2.0% | 20.8% | 8.3% | (8.2)% | (8.9)% | 20.0% | (0.05)% | 5.5% |
| BENCHMARK | 1.4% | 21.7% | 7.5% | (9.5)% | (5.0)% | 13.4% | (0.1)% | 5.1% |

* 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.

| General Information | |
|-----------------------|---|
| Launch Date: | June 28, 2016 |
| Fund Size: | Rs. 139 million |
| 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. 0.04% p.a of Average Net Assets during the month. |
| Total Expense Ratio: | 1.21% p.a (including 0.77% 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) |

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 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, NIAAP-III has generated a return of 5.5% p.a versus Benchmark return of 5.1% p.a. The current exposure in Income Fund and Equity Fund stands at 22.1% & 69.2%, 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.

| Top Holdings (as on January 31, 2020) | |
|---|-------------------|
| Name | % of Total Assets |
| NBP Islamic Active Allocation Equity Fund (Formerly:NAFA Islamic Active Allocation Equity Fund) | 69.2% |
| NBP Active Allocation Riba Free Savings Fund (Formerly:NAFA Active Allocation Riba Free Savings Fund) | 22.1% |
| Total | 91.3% |

| 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 | |

| Asset Allocation (% of Total Assets) | 31-Jan-20 | 31-Dec-19 |
|--------------------------------------|---------------|---------------|
| Shari'ah Compliant Funds | 91.3% | 91.1% |
| Cash Equivalents | 8.5% | 8.8% |
| Others including Receivables | 0.2% | 0.1% |
| Total | 100.0% | 100.0% |
| Leverage | Nil | Nil |

| Characteristics of Equity Portfolio** | | | |
|---------------------------------------|-----|-----|------|
| | PER | PBV | DY |
| NIAAEF | 6.7 | 1.2 | 5.0% |
| KMI-30 | 7.5 | 1.2 | 5.3% |

** Based on NBP Funds estimates

Sindh Workers' Welfare Fund (SWWF)
 The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs.5,028,353/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.4.2887/3.93%.For details investors are advised to read the Note 5 of the latest Financial Statements.

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.

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.