

NBP ISLAMIC ACTIVE ALLOCATION EQUITY FUND (NIAAEF)

(FORMERLY: NAFA ISLAMIC ACTIVE ALLOCATION EQUITY FUND)



MONTHLY REPORT (MUFAP's Recommended Format)

March 2020

Unit Price (31/03/2020): Rs.7.7117

Performance %								
Performance Period	Mar-2020	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)	(24.0)%	(15.1)%	(26.7)%	(19.9)%	(14.1)%	30.1%	(17.1)%	(2.4)%
BENCHMARK	(24.2)%	(16.8)%	(28.8)%	(23.8)%	(9.6)%	18.8%	(18.0)%	(3.5)%
* 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. 560 Million	
Fund Size: (Excluding investment by fund of funds):	Nil	
Type:	Open-end - Shari'ah 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	
Total Expense Ratio:	3.85% p.a (including 0.24% government levies)	
Selling & Marketing Expenses:	1.35% per annum	
Risk Profile:	High	
Custodian & Trustee:	Central Depository Company (CDC)	
Auditors:	A. F. Ferguson & Co. Chartered Accountants	
Benchmark:	KMI-30 Index	
Fund Manager:	Asim Wahab Khan, CFA	
Asset Manager Rating:	AM1 by PACRA (Very High Quality)	

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 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 89% in equities which was maintained towards the end of the month. NIAAEF outperformed the Benchmark in March as the Fund was underweight in select Oil & Gas Exploration Companies, and Oil & Gas Marketing Companies sectors stocks which underperformed the market and overweight in select Cement, Paper & Board, and Pharmaceutical sectors stocks which outperformed the market. During the month, the allocation was increased primarily in Cement, Glass & Ceramics, and Pharmaceuticals sectors, whereas it was reduced primarily in, Power Generation & Distribution Companies, Fertilizer, Textile Composite, and Oil & Gas Marketing Companies sectors.

Asset Allocation (% of Total Assets)	31-Mar-20	29-Feb-20
Equities / Stocks	88.6%	89.0%
Cash Equivalents	8.7%	5.6%
Others including Receivables	2.7%	5.4%
Total	100.0%	100.0%
Leverage	Nil	Nil

Note: Amount invested by fund of funds is Rs. 560 million.

Characteristics of Equity Portfolio**			
	PER	PBV	DY
NIAAEF	6.7	0.9	6.1%
KMI-30	6.6	0.8	7.6%

** Based on NBP Funds estimates

Top Five Sectors (% of Total Assets) (as on March 31 ,2020)	
Oil & Gas Exploration Companies	23.8 %
Cement	15.9 %
Fertilizer	8.6 %
Power Generation & Distribution	6.3 %
Commercial Banks	6.0 %
Others	28.0 %

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 0.4003/3.8%. For details investors are advised to read the Note 11.1 of the Financial Statements of the scheme.

Top Ten Holdings (as on March 31 , 2020)	
Name	% of Total Assets
Mari Petroleum Company Limited	8.5%
Engro Corporation Limited	8.5%
Lucky Cement Limited	7.5%
Pak Petroleum Limited	7.5%
Kohat Cement Limited	6.3%
Hub Power Company Limited	6.3%
Meezan Bank Limited	6.0%
Oil and Gas Development Co Limited	5.5%
Nishat Mills Limited	3.2%
Pakistan Oilfields Limited	2.4%

Name of the Members of Investment Committee
Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Asim Wahab Khan, CFA
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.

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.