

# NBP RIBA FREE SAVINGS FUND (NRFSSF)

(FORMERLY: NAFA RIBA FREE SAVINGS FUND)



MONTHLY REPORT (MUFAP's Recommended Format)

March 2020

Unit Price (31/03/2020): Rs.11.1320

Performance %											
Performance Period	Mar-2020	FYTD - 2020	Rolling 12 Months	FY - 2019	FY - 2018	FY - 2017	FY - 2016	FY - 2015	Last 3 Years*	Last 5 Years*	Since Launch August 20, 2010*
NBP RIBA FREE SAVINGS FUND (FORMERLY: NAFA RIBA FREE SAVINGS FUND)	11.2%	12.1%	11.9%	8.8%	5.2%	5.9%	5.5%	7.4%	8.2%	7.2%	8.1%
BENCHMARK	6.6%	6.3%	6.0%	3.7%	2.4%	3.1%	4.9%	6.7%	3.8%	4.1%	5.7%
* Annualized Return Based on Morning Star Methodology. All other returns are Annualized Simple Return. 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:	August 20, 2010
Fund Size:	Rs. 5,811 million
Type:	Open-end – Shari'ah Compliant Income
Dealing Days:	Daily – Monday to Saturday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M (Saturday) 9:00 A.M to 1:00 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front End Load (Individual): without life Takaful 0.5%, with life Takaful 3% (Nil on investment above Rs. 26 million) Front End Load (Other): 0.5% (Nil on investment above Rs. 16 million) Back End Load: NIL
Management Fee:	6% of Net Income (min: 0.5% p.a., max: 1.25% p.a.) w.e.f 12-jul-19. 0.73% p.a. of average net assets during the month.
Total Expense Ratio:	2.03% p.a. (including 0.36% government levies)
Selling & Marketing Expenses:	0.7% p.a.
Risk Profile:	Very Low
Fund Stability Rating:	"A(f)" by PACRA
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	Deloitte Yousuf Adil Chartered Accountants
Benchmark:	6-month average deposit rates of three A rated Islamic Banks/Islamic windows of conventional banks as selected by MUFAP
Fund Manager:	Muhammad Ali Bhabha CFA, FRM
Minimum:	Growth Unit: Rs. 10,000/-
Subscription:	Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

**Investment Objective**  
To provide preservation of capital and earn a reasonable rate of return along with a high degree of liquidity by investing in Shariah Compliant banks and money market / debt securities.

**Fund Manager Commentary**  
The Fund generated an annualized return of 11.2% p.a. for the month of March 2020 versus the Benchmark return of 6.6% p.a. thus registering an outperformance of 4.6% p.a. This reported return is net of management fee and all other expenses.

The Fund aims to consistently provide better return than the profit rates offered by Islamic Banks / Islamic windows of commercial banks, while also providing easy liquidity along with a high-quality credit profile.

Around 79% of net assets of the portfolio are invested in bank deposits which enhance the liquidity profile of the Fund. The weighted average time to maturity of the Fund is 0.8 year.

We will rebalance the allocation of the Fund proactively based on the capital market outlook.

Credit Quality of the Portfolio as of March 31, 2020 (% of Total Assets)	
AAA	4.4%
AA+	20.4%
AA-	15.5%
A+	25.8%
A-	32.3%
Un-rated	0.1%
Others including receivables	1.5%
<b>Total</b>	<b>100.0%</b>

Asset Allocation (% of Total Assets)	31-Mar-20	29-Feb-20
Sukuks	20.4%	9.1%
Placement with Banks (Islamic)	0.0%	14.3%
Commercial Paper (Islamic)	0.0%	5.0%
Bank Deposits	78.1%	70.3%
Others including receivables	1.5%	1.3%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

Name of the Members of Investment Committee	
Dr. Amjad Waheed, CFA	
Sajjad Anwar, CFA	
Muhammad Ali Bhabha, CFA, FRM	
Hassan Raza, CFA	

Top Sukuk (as at March 31, 2020) (% of Total Assets)	
Hub Power Company Limited 19-MAR-20 19-MAR-24	11.9%
KE Sukuk (Pre-IPO) 27-DEC-19 27-DEC-26	8.5%

**Sindh Workers' Welfare Fund (SWWF)**  
The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 25,950,724/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0497/0.5% For details investors are advised to read note 11.1 of the latest financial statements of the Scheme.