

NBP ISLAMIC SARMAYA IZAFI FUND (NISIF)

(FORMERLY: NAFA ISLAMIC ASSET ALLOCATION FUND)



MONTHLY REPORT (MUFAP's Recommended Format)

April 2020

Unit Price (30/04/2020): Rs.14.9066

Performance %												
Performance Period	Apr-2020	FYTD - 2020	Rolling 12 Months	FY - 2019	FY - 2018	FY - 2017	FY - 2016	FY - 2015	Last 3 Years*	Last 5 Years*	Last 10 Years*	Since Launch October 26, 2007*
NBP ISLAMIC SARMAYA IZAFI FUND (FORMERLY: NAFA ISLAMIC ASSET ALLOCATION FUND)	13.4%	8.5%	3.7%	(11.4)%	(8.7)%	20.3%	13.1%	33.8%	(5.3)%	4.2%	14.8%	11.5%
BENCHMARK	13.1%	9.2%	4.9%	(10.5)%	(3.6)%	11.9%	9.2%	12.1%	(3.4)%	3.3%	10.1%	8.2%

* 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:	October 26, 2007
Fund Size:	Rs. 5,099 million
Type:	Open-end - Shari'ah Compliant Asset Allocation
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: 3% (Nil on investment above Rs. 101 million) Front End Load (Other): 3% (Nil on investment above Rs. 50 million) Back End Load: NIL
Management Fee:	1.5% per annum w.e.f 12-Jul-19
Total Expense Ratio:	3.50% p.a (including 0.39% government levies)
Selling & Marketing Expenses:	1.35% per annum
Risk Profile:	Moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	Deloitte Yousuf Adil 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.
Fund Manager:	Asim Wahab Khan, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

Investment Objective

To generate capital appreciation by investing in Shariah Compliant equity and equity related securities and income by investing in Shariah Compliant bank deposits, debt & money market securities.

Fund Manager Commentary

During the month under review, unit price (NAV) of NBP Islamic Sarmaya Izafa Fund (NISIF) increased by 13.4% whereas the Benchmark increased by 13.1%, thus an outperformance of 0.3% was recorded. Since inception your Fund has posted 11.5% p.a return, versus 8.2% p.a by the Benchmark. Thus, to-date the outperformance of your Fund stands at 3.3% p.a. This outperformance is net of management fee and all other expenses.

NISIF started off the month with an allocation of around 53% in equities, which increased to around 54% towards the end of the month. NISIF outperformed the Benchmark in April as the Fund was underweight in select Fertilizer, Power Generation & Distribution Companies, and Chemical sectors stocks which underperformed the market and overweight in select Textile Composite, Technology & Communication, Cement, and Glass & Ceramics sectors stocks which outperformed the market. During the month, the allocation was increased primarily in Cement, Oil & Gas Exploration Companies, Textile Composite, and Technology & Communication sectors, whereas it was reduced primarily in Commercial Banks and Fertilizer sectors.

Top Ten Holdings (as on April 30 ,2020)

Name	Asset Class	% of Total Assets
Engro Corporation Limited	Equity	6.7%
Hub Power Company Limited	Sukuk	5.8%
Engro Powergen Thar (Pvt) Limited	Sukuk	5.7%
Hub Power Company Limited	Equity	5.3%
Lucky Cement Limited	Equity	4.7%
Mari Petroleum Company Limited	Equity	4.7%
Pak Petroleum Limited	Equity	4.4%
Oil and Gas Development Co Limited	Equity	3.5%
Meezan Bank Limited	Equity	3.1%
Dubai Islamic Bank - Sukuk	Sukuk	2.5%

Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets
Eden House Limited - Sukuk Revised 29-MAR-08 29-SEP-25	Sukuk	4,921,875	4,921,875	0.0%	0.0%
Total		4,921,875	4,921,875	0.0%	0.0%

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Muhammad Ali Bhabha, CFA, FRM
Asim Wahab Khan, CFA
Hassan Raza, CFA

Asset Allocation (% of Total Assets)	30-Apr-20	31-Mar-20
Equities / Stocks	54.4%	52.9%
GOP Ijara Sukuk	5.4%	0.0%
Cash	22.5%	26.4%
Sukuk	15.6%	18.8%
Others including Receivables	2.1%	1.9%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**			
	PER	PBV	DY
NISIF	7.0	1.0	5.3%
KMI-30	7.8	1.0	6.2%

** Based on NBP Funds estimates

Top Five Sectors (% of Total Assets) (as on April 30 ,2020)

Oil & Gas Exploration Companies	14.3 %
Cement	8.2 %
Fertilizer	8.2 %
Power Generation & Distribution	5.4 %
Textile Composite	3.4 %
Others	14.9 %

Sindh Workers' Welfare Fund (SWWF)

The Scheme has maintained provisions against worker's welfare Fund's liability to the tune of Rs.67,771,841/- if the same were not made the NAV Per unit/return of the Scheme would be higher by Rs.0.1981/1.37%. For details investors are advised to read the note 9.2 of the latest 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.

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. The scheme holds certain non-compliant investments. Before making any investment decision, investors should review the latest monthly Fund Manager Report and Financial Statements. The reported return may include provisions and reversal of provisions.