

NBP ISLAMIC ACTIVE ALLOCATION EQUITY FUND (NIAAEF)



MONTHLY REPORT (MUFAP's Recommended Format)

November 2020

Unit Price (30/11/2020): Rs.10.7073

Performance %									
Performance Period	Nov-2020	FYTD - 2021	Rolling 12 Months	FY - 2020	FY - 2019	FY - 2018	FY - 2017	Last 3 Years*	Since Launch January 18, 2016*
NBP ISLAMIC ACTIVE ALLOCATION EQUITY FUND	4.2%	23.0%	12.3%	5.7%	(19.9)%	(14.1)%	30.1%	2.1%	6.9%
BENCHMARK	4.4%	20.6%	5.7%	1.6%	(23.8)%	(9.6)%	18.8%	(0.9)%	5.0%
* 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. 594 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 3:00 P.M (Friday) 9:00 A.M to 4:00 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:	5.18% p.a (including 1.34% government levies)
Selling & Marketing Expenses:	1.9% per annum (w.e.f 27-Oct-20)
Risk Profile / Risk of principal erosion:	High / Principal at high risk
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	Grant Thornton Anjum Rahman. 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 90% in equities, which was maintained towards the end of the month. NIAAEF underperformed the Benchmark in November as the Fund was underweight in select Oil & Gas Exploration Companies, Automobile Assembler, and Chemical as sectors stocks which outperformed the market and overweight in select Power Generation & Distribution Companies, Glass & Ceramics, and Food & Personal Care Product sectors stocks which underperformed the market. During the month, the allocation was increased primarily in Oil & Gas Exploration Companies, Technology & Communication, and Chemical sectors, whereas it was reduced primarily in Cement, Oil & Gas Marketing Companies, and Power Generation & Distribution Companies sectors.

Asset Allocation (% of Total Assets)	30-Nov-20	31-Oct-20
Equities / Stocks	90.1%	89.8%
Cash Equivalents	6.8%	7.3%
Others including Receivables	3.1%	2.9%
Total	100.0%	100.0%
Leverage	Nil	Nil

Note: Amount invested by fund of funds is Rs. 594 million.

Characteristics of Equity Portfolio**			
	PER	PBV	DY
NIAAEF	7.6	1.3	3.8%
KMI-30	7.1	1.0	5.0%

** Based on NBP Funds estimates

Top Five Sectors (% of Total Assets) (as on November 30 ,2020)	
Oil & Gas Exploration Companies	23.4 %
Cement	16.5 %
Fertilizer	6.6 %
Power Generation & Distribution	6.1 %
Commercial Banks	6.0 %
Others	31.5 %

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 34,418,271/-If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs 0.6202/6.49%. For details investors are advised to read the Note 5 of the Financial Statements of the scheme.

Top Ten Holdings (as on November 30 , 2020)	
Name	% of Total Assets
Mari Petroleum Company Limited	7.7%
Pak Petroleum Limited	7.3%
Lucky Cement Limited	7.1%
Engro Corporation Limited	6.6%
Kohat Cement Limited	6.6%
Hub Power Company Limited	6.1%
Meezan Bank Limited	6.0%
Oil and Gas Development Co Limited	5.0%
Systems Limited	3.5%
Pakistan Oilfields Limited	3.4%

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Asim Wahab Khan, CFA
Hassan Raza, CFA

Dispute Resolution / Complaint Handling

Complaint Service : www.nbp-funds.com/contact-us/investor-relations
SECP's Service Desk Management System: sdms.secp.gov.pk

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.