

MONTHLY REPORT (MUFAP's Recommended Format) Unit Price (28/02/2021): Rs.10.2435 February 2021

Performance %				
Performance Period	Feb-2021	Since Launch August 13, 2020*		
NBP ISLAMIC INCOME FUND	6.5%	6.6%		
BENCHMARK	3.3%	3.6%		
* Simple Annualized 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 13, 2020 Rs. 1,443 million Fund Size: Open-end - Shari'ah Compliant Income Type: Daily-Monday to Friday Dealing Days: (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M Dealing Time: to 5:30 P.M 2-3 business days Settlement: Forward Pricing Pricing Mechanism: Load: Amount upto Rs. 25 million: 1%, Amount more than Rs.25 million: 0%, Back end Load: 0% 6% of Net Income (min: 0.5% p.a., max: 1.25% Management Fee: 0.51% p.a. of average net assets during the month Total Expense Ratio: 1.38% p.a. (including 0.22% government levies) 0% w.e.f 20 November 2020 Selling & Marketing Expenses: Risk Profile / Risk of principal Medium / Principal at medium risk erosion: Fund Stability Rating: "A(f)" by PACRA Pakistan Stock Exchange Listing: Custodian & Trustee: Central Depository Company (CDC) Auditors: A.F. Ferguson & Co, Chartered Accountants 6-month average rates of three A rated Islamic Benchmark: Banks/Islamic windows of conventional banks as selected by MUFAP Muhammad Ali Bhabha CFA, FRM Fund Manager: Minimum Subscription: Growth Unit: Rs. 1,000/-

Investment Objective

The objective of NBP Islamic Income Fund is to provide competitive returns by investing in Shariah compliant debt securities and money market instruments.

Fund Manager Commentary

During the month, the Fund posted an annualized return of 6.5% p.a. versus the Benchmark return of 3.3% p.a. The reported return is net of management fee and all other expenses.

The weighted average time to maturity of the Fund is around 0.4 year. Sukuk portfolio of the Fund is predominantly floating rate linked to KIBOR. However, since sukuk prices may go up or down, therefore, only investors with medium-term investment horizon are advised to invest in this Fund.

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

Credit Quality of the Portfolio as of February 28 , 2021 (% of Total Assets)		
AAA	14.7%	
AA+	27.1%	
AA	4.6%	
A+	52.4%	
A-	0.1%	
Unrated	0.1%	
Others including Receivables	1.0%	
Total	100%	

Asset Manager Rating:	Income Unit: Rs. 100,000/- ting: AM1 by PACRA (Very High Quality)		
Asset Allocation (% of Total Ass	sets)	28-Feb-21	31-Jan-21
Cash		40.8%	41.7%
Placements with Banks and DFIs		29.2%	14.9%
Certificate of Musharika (COM)		9.7%	13.0%
TFCs / Sukuk		15.7%	20.9%
Commercial Papers		3.6%	8.5%
Others including Receivables		1.0%	1.0%
Total		100.0%	100.0%
Leverage		Nil	Nil

Top Sukuk (as at February 28 , 2021) (% of Total Assets)			
KAPCO 6m STS 08-DEC-20 08-JUN-21	4.5%		
Hub Power Holding Limited 12-NOV-20 12-NOV-25	4.0%		
HUBCO Rev 19-MAR-20 19-MAR-24	3.6%		
KE Suk 03-AUG-20 03-AUG-27	3.6%		

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 621,607/. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0044/0.08%. For details investors are advised to read note 9.1 of the latest financial statements of the Scheme. Name of the Members of Investment Committee Dr. Amjad Waheed, CFA Sajjad Anwar, CFA Asim Wahab Khan, CFA Muhammad Ali Bhabha, CFA, FRM Hassan Raza, CFA

Dispute Resolution / Complaint Handling

Complaint Service : www.nbpfunds.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.

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