

# Fund Manager Report

June 2016

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# Performance Summary of NAFA's Key Funds



NBP Fullerton  
Asset Management Ltd.  
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"June 2016"

		Fund Name	Fund Size (Rs. In Crore)	Stability Rating	Inception Date	June- 2016	FY 2016	FY 2015	FY 2014	FY 2013	FY 2012	Since Inception	
		<b>Fixed Income Funds</b>			<b>Annualized Returns</b>								
Lowest Risk ↓ Moderate Risk ↓ Highest Risk	NCSLF	NAFA Government Securities Liquid Fund	317	AAA (f)	15-May-09	5.7%	5.7%	8.3%	8.1%	8.7%	10.9%	9.1%	
		Benchmark				5.5%	6.0%	8.7%	8.6%	8.9%	10.8%	9.3%	
	NMVF	NAFA Money Market Fund	711	AA (f)	23-Feb-12	6.8%	6.3%	8.9%	8.2%	9.2%	n/a	8.3%	
		Benchmark				4.2%	4.6%	6.8%	6.9%	6.8%	n/a	6.4%	
	NSPF	NAFA Savings Plus Fund	52	AA- (f)	21-Nov-09	5.7%	6.3%	8.7%	7.9%	8.8%	11.0%	9.0%	
		Benchmark				4.2%	4.7%	6.7%	7.1%	7.3%	8.4%	7.2%	
	NRSF	NAFA Riba Free Savings Fund	116	A (f)	20-Aug-10	4.8%	5.5%	7.4%	7.8%	8.7%	10.8%	8.4%	
		Benchmark				4.7%	4.9%	6.7%	6.7%	7.3%	8.3%	7.0%	
	NFSIF	NAFA Financial Sector Income Fund	125	A+ (f)	28-Oct-11	5.1%	6.4%	10.9%	7.9%	9.3%	n/a	9.2%	
		Benchmark				5.5%	5.9%	8.3%	8.9%	9.0%	n/a	8.4%	
	NIAIF	NAFA Income Opportunity Fund	627	A (f)	21-Apr-06	6.6%	7.5%	13.2%	16.6%	10.3%	(0.5%)	8.4%	
		Benchmark				6.1%	6.5%	9.0%	9.8%	9.9%	12.4%	10.8%	
	NIOF	NAFA Islamic Aggressive Income Fund	257	A- (f)	26-Oct-07	8.7%	7.4%	9.2%	13.6%	6.8%	19.0%	6.8%	
		Benchmark				4.6%	4.8%	6.6%	6.5%	7.0%	7.9%	6.5%	
			<b>Equity Related Funds</b>			<b>Cumulative Returns</b>							<b>Annualized Returns</b>
	NAAF	NAFA Asset Allocation Fund	117		20-Aug-10	(0.2%)	7.6%	24.6%	13.7%	32.0%	14.4%	18.8%	
		Benchmark				1.9%	6.2%	9.6%	15.3%	17.1%	8.1%	11.6%	
	NMIF	NAFA Multi Asset Fund	133		19-Jan-07	1.8%	8.7%	26.8%	25.4%	34.1%	15.5%	15.7%	
Benchmark					2.7%	7.1%	11.0%	19.6%	22.4%	8.0%	9.4%		
NIAAF	NAFA Islamic Asset Allocation Fund	544		26-Oct-07	2.5%	13.1%	33.8%	22.2%	36.3%	13.2%	16.2%		
	Benchmark				1.8%	9.2%	12.1%	17.7%	28.9%	11.1%	11.3%		
NSF	NAFA Stock Fund	794		19-Jan-07	2.4%	11.4%	36.9%	36.3%	55.0%	22.0%	17.1%		
	Benchmark				4.8%	7.1%	12.3%	29.6%	36.0%	2.9%	6.9%		
NISF	NAFA Islamic Stock Fund	175		9-Jan-15	1.0%	12.9%	n/a	n/a	n/a	n/a	16.8%		
	Benchmark				4.6%	15.5%	n/a	n/a	n/a	n/a	17.1%		

Notes: 1) Performance is net of management fee and all expenses. The calculation of performance does not include cost of front-end load. The performance reported is based on dividend reinvestment (gross of with-holding tax where applicable).  
2) Tax credit also available as per section 62 of Income Tax Ordinance, 2001.  
3) Taxes Apply.

n/a = Not applicable.

Asset Manager Rating: AM2++ by PACRA (High Investment Management Standards)

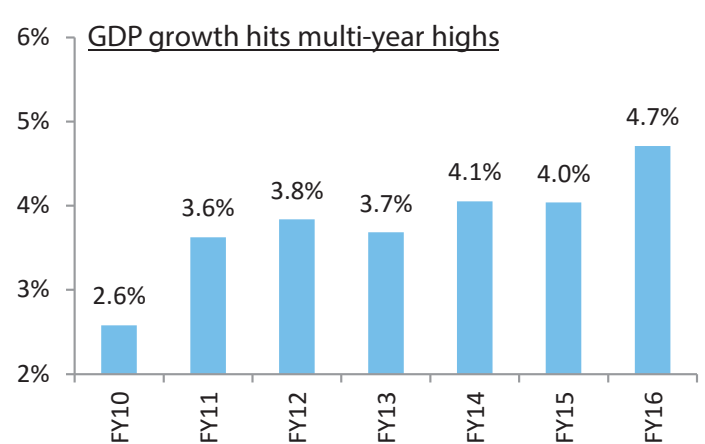
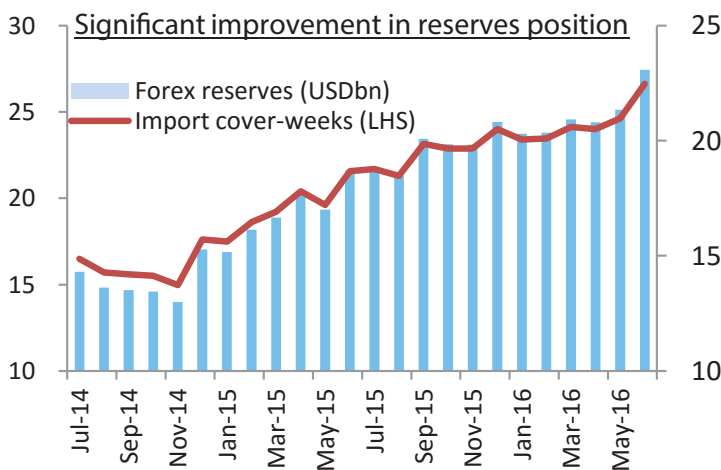
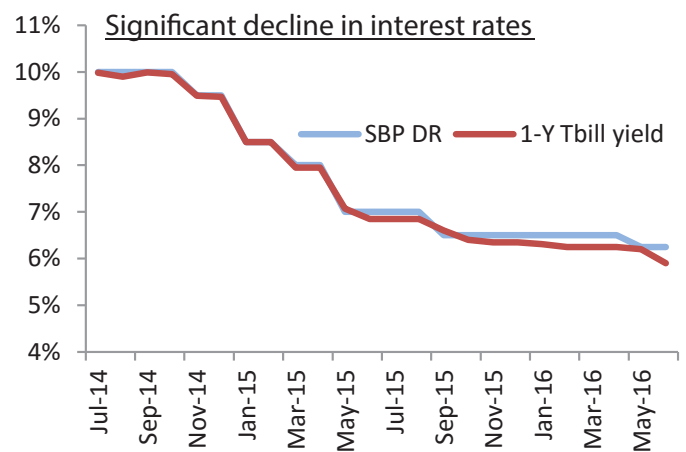
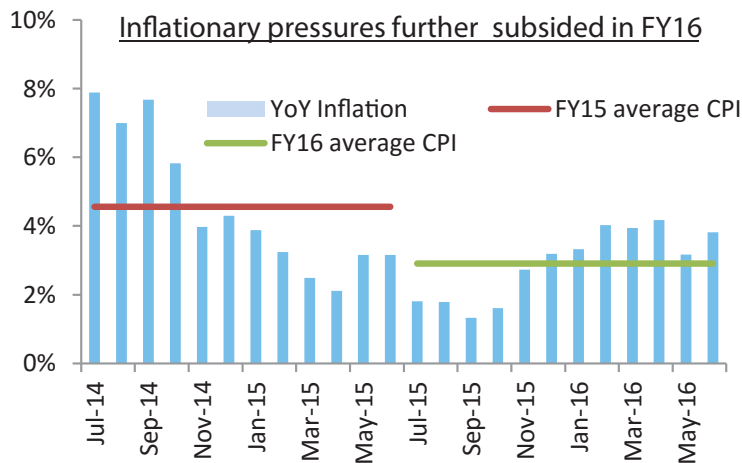
**Note: Detailed monthly reports of NAFA Funds are available on our website at [www.nafafunds.com](http://www.nafafunds.com)**

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Dr. Amjad Waheed, CFA  
Chief Executive Officer

# Fiscal Year 2017 Economic and Investment Outlook

Pakistan's economy finished fiscal year 2016 on a promising note though mainly helped by the global developments, notably a sharp decline in global commodity prices including crude oil. This is reflected in the following indicators: (i) low Inflationary pressures as captured by 2.9% average CPI inflation in FY16; (ii) strengthening balance of payments position as manifested in record foreign exchange reserves (USD23.1bn that translate to 27 weeks of import cover); (iii) stable exchange rate as reflected in just 3.0% PKR depreciation against US Dollar during the fiscal year; (iv) budget deficit shrunk to under 4.5% of GDP due to lower subsidy burden and healthy tax revenue growth; (v) interest rates falling to mid-single digits; and (vi) economic growth accelerating to an 8 year high of 4.7%.



We expect further pickup in domestic economy in FY17, driven by improving power supply situation, continuation of benign oil prices, a positive macroeconomic policy direction, and tangible progress on CPEC related projects. In fact, Pakistani economy, being mainly domestic demand driven with limited global financial and trade linkages, is among the few economies projected to do better in the current uncertain global political and macroeconomic environment.

We expect GDP growth to hit 5% mark in FY17, on the back of robust consumption and rising investment demand, along with a reasonable degree of macroeconomic stability. For instance, though we foresee some increase in headline inflation numbers during FY17 albeit from low levels, owing to reversal of base effect, gradual increase in commodity prices from their trough, levy of new taxes and measured PKR depreciation, we expect headline inflation to still stay subdued at 5.5%. On the external side, we anticipate overall balance of payments position to remain comfortable on higher financial inflows even though the current account deficit is likely to increase to 1.5% of GDP (US4.8bn) due to higher increase in imports, especially those related to energy and infrastructure projects, and a slowdown in remittances growth. On the fiscal front, while we find official fiscal deficit target (3.8% of GDP) ambitious due to higher expected expenditure growth (pre-election spending and higher subsidies), we still think FY17 budget deficit would remain manageable at 4.5% of GDP.

Dr. Amjad Waheed, CFA  
Chief Executive Officer

**Foreign Exchange Market:** In the foreign exchange market, Pak Rupee saw a modest 3.0% depreciation against the US Dollar during FY16 compared to a larger decline in the emerging and regional currencies. Resultantly, an overvalued PKR has negatively impacted our export competitiveness as reflected in around 10% decline in exports during 11MFY16. Going forward, notwithstanding a comfortable balance of payments position, we expect around 4% depreciation of PKR against the US Dollar during FY17 to partially restore export competitiveness.

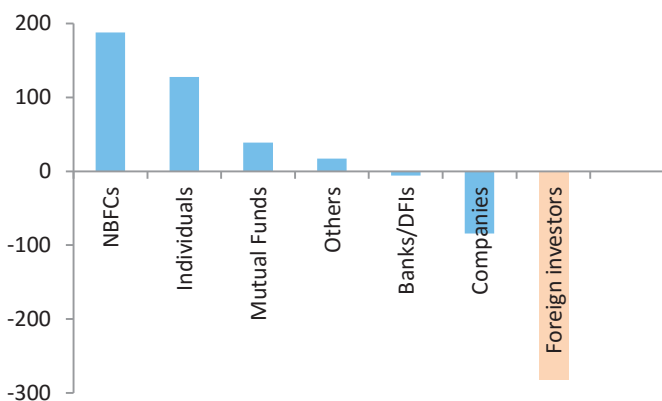
**Fixed Income Market:** During FY16, yield on fixed income avenues declined sharply driven by falling inflation and massive liquidity injections by SBP. For instance, yield on 1 year T-bill decreased by around 107bp from 6.98% to 5.91% during the fiscal year. We think interest rates have bottomed out now and expect around 50bp rise in SBP policy rate in 2HFY17. Accordingly, we expect money market yields to move up by 50bps in 2HFY17 driven by rising inflation and healthy credit demand from both public and private sector. In this backdrop, we prefer shorter-term fixed income avenues considering low term premium and lopsided upside risks to inflation and interest rates.

**Stock market:** Despite improving macroeconomic fundamentals, the local stock market performance remained lackluster in FY16 amid heightened volatility, with the benchmark KSE 100 Index rising by around 10%. We attribute this subdued performance to significant foreign selling and short-term corporate earnings slowdown led by energy, fertilizer and bank stocks. However, in an extremely positive development, Pakistani stock market has been recently upgraded to MSCI Emerging Market Index effective May 2017. It is widely estimated that around USD1.5trillion of emerging market funds follow MSCI EM Index. Though Pakistan would have a small 0.19% weight in the Index, it still equates to a staggering USD3billion. We expect sizable inflows to materialize in due course of time.

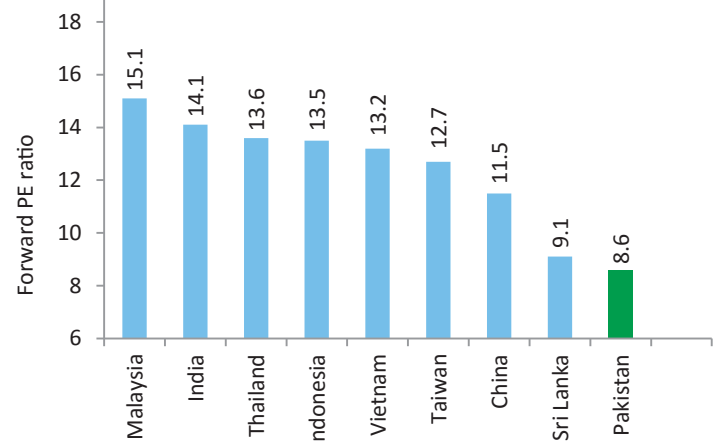
Local stock market valuations, as captured in forward PE of 8.6 times and dividend yield of around 5%, are quite attractive vis-à-vis regional peers (average forward PE 12.4x) and a paltry 5-6% yield offered by the fixed income avenues. Post Pakistan's re-entry in MSCI EM Index, we expect Pakistan's market to rerate on improving macroeconomic fundamentals, attractive stock market valuations, and increasing foreign investor interest. Further, following a temporary hiccup in 2016, we expect corporate earnings growth to pick up momentum in 2017. Thus, we see local equity market to deliver healthy double-digit returns over the next 12 months as Emerging Market funds gradually build position in Pakistani stocks.

However, the stock market may exhibit higher volatility in the coming months on unfolding global political and policy developments (e.g. Brexit, US elections, monetary and exchange rate policies of major central banks etc.). We recommend investors to focus on improving local fundamentals, and ignore bouts of volatility, keeping a long-term perspective in mind.

FY16 client-wise portfolio activity-USDmn



Pakistani market at a sizable discount to Peers





## Stock Market Review

The month of June started on a positive note for the local equities, carrying the positive momentum that started after FY16 lows hit in the last week of February. Adding to the investors' optimism was the recently announced federal budget FY2016-17 that envisages renewed focus on growth notably hard hit agriculture and exports sectors, without losing sight of fiscal consolidation. Pakistan's much awaited entry into widely tracked MSCI Emerging Market Index provided a tailwind to the rally with the benchmark KSE 100 Index reaching a high of 38,777 on June 17, 2016. However, equities suffered a horrific sell-off following a surprise decision by discontented UK voters to leave the EU (Brexit) in the historic referendum on June 23, 2016, ignoring the consensus warnings of negative consequences for global economy and financial markets. Post Brexit, commodities (notably crude oil) with the exception of Gold pummeled, reflecting potential blow to the struggling global economy. We believe that Pakistani economy being domestic demand driven with limited international trade and financial linkages is considerably immune to any slowdown in the global economy. We reiterate our view that the foreign portfolio activity will be the determining factor for the direction of local equities going forward. We expect gradual inflows into the local equities on the back of positive macroeconomic outlook, relatively attractive valuations, and improved security situation. The equities finished the month on an upswing with renewed pullback in crude oil prices and recovery in the global equities and recalibration of risk premium.

Overall, during FY16, KSE 100 Index posted 10% return versus 16% return during FY15 driven by subdued corporate earnings growth led by Banking, Oil & Gas and fertilizer sectors. In addition, equities faced headwinds emanating from unconventional and experimental monetary policies pursued by the global central banks; plunge in commodities, notably crude oil with partial off late recovery; and rising concerns on the global economic growth. During the month, Cement, Banking, Refinery, and Pharmaceutical sectors performed better than the market whereas Engineering, Oil & Gas, Automobile, Fertilizer, and Textile sectors lagged behind.

We hold a positive outlook on equities based on attractive stock market valuations, benign near-term inflation and interest rate outlook, improving macroeconomic prospects, and increasing odds of large portfolio inflows post PSX's entry into MSCI EM Index effective May 2017. We expect equities to deliver a healthy double digit returns during FY17 that still look tantalizing given 6.1% return offered by 3 year PIB. That said, the volatility may remain elevated on the back of fluid global & domestic politics, concerns on the global growth, and global policy uncertainty.

## Money Market Review

Inflation as measured by CPI clocked in at 3.2% in line with the last month's reading. We expect inflation to remain benign in the near term on still soft commodity prices and better supply side management. During June 2016, PIBs and longer tenor-bills yield further declined by around 10-30 bps on account of more liquidity injections by State Bank of Pakistan (SBP) as reflected by increase in Open Market Operation (OMO) size to Rs1.45 trillion from Rs1.39 trillion in the beginning of the month. Pak Rupee exhibited stability amid build up in foreign exchange reserves to over USD23.1 billion at month end, equivalent to 27 weeks of imports.

During the month, SBP conducted two T-Bill auctions with a combined target of Rs. 200 billion and a maturity of Rs. 72 billion. In the first T-Bill auction, Ministry of Finance (MoF) accepted Rs. 132 billion against the target of Rs. 100 billion and maturity of Rs. 44 billion at a cut-off yield of 5.95%, 5.97% and 6.00% for 3, 6 and 12 month tenors, respectively. Bid pattern remained skewed towards 6 months as compared to 3 and 12 months. Moreover, in the second T-Bill auction, an amount of Rs. 193 billion was accepted against the target of Rs. 100 billion and maturity of Rs. 28 billion. Cut-off yield declined to 5.90%, 5.93% and 5.96% for 3, 6 and 12 month tenors, respectively. Bid pattern shifted towards 12 months as compared to 3 and 6 months. In the PIB auction held on 15-Jun-2016, Ministry of Finance (MoF) accepted Rs. 45 billion against the target of Rs. 100 billion and maturity of Rs. 2 billion at a cut-off yield of 6.41%, 6.91% and 8.02% in the 3, 5 year and 10 years respectively, while no bids were received in 20 year tenors.

We have adjusted the portfolio of our money market and income funds based on our capital market expectations. We are closely monitoring the developments in the capital markets and will rebalance our portfolio accordingly.

## Our Contacts

Contact our Investment Consultant for free Investment advice

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## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	FY 2014	FY 2013	FY 2012	Since Launch May 15, 2009*
NAFA Government Securities Liquid Fund	5.7%	5.9%	5.7%	8.3%	8.1%	8.7%	10.9%	9.1%
Benchmark	5.5%	5.8%	6.0%	8.7%	8.6%	8.9%	10.8%	9.3%

\* 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:	May 15, 2009
Fund Size:	Rs. 3,172 million
Type:	Open-end – Money Market Fund
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: 0%, Back end: 0%
Management Fee:	8% of Net Income (Min 0.5% p.a., Max 1.0% p.a.)
Risk Profile:	Exceptionally Low
Fund Stability Rating:	"AAA (f)" by PACRA
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark:	70% 3-Month T-Bills & 30% average 3-Month deposit rates (AA & above rated banks)
Fund Manager:	Muhammad Ali Bhabha, CFA, FRM
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

To generate optimal return with minimum risk, to provide easy liquidity and reasonable income to its unit holders by investing primarily in short-term Government Securities.

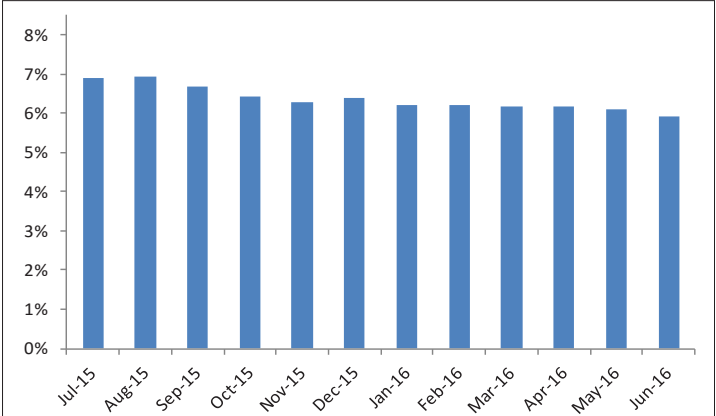
## Fund Manager Commentary

The Fund earned an annualized return of 5.7% during June 2016 versus the Benchmark return of 5.5%. The annualized return for FY16 is 5.7% against the Benchmark return of 6.0%. The return generated by the Fund is net of management fees and all other expenses.

NGSLF's stability rating is 'AAA (f)' awarded by PACRA. NGSLF is the largest Fund in Pakistan with this rating. The rating reflects exceptionally strong credit and liquidity profile of the Fund. Average daily allocation for the last 365 days in short-term T-Bills was around 80.7% of the Fund size. While at the end of the month, T-Bills comprised around 7.0% of the Total Assets and 17.1% of Net Assets. Weighted average time to maturity of the Fund is 4 days.

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

## Monthly average yield of 3-month T-Bills for the last 12 months



## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

	30-June-16	31-May-16
T-Bills	7.0%	88.3%
Placements with DFIs	-	6.9%
Bank Deposits	45.5%	4.5%
Other including receivables	47.5%	0.3%
Total	100.0%	100.0%
Leverage	Nil	Nil

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 115,240,318/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.3686/3.83%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, 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.

## Credit Quality of the Portfolio as of June 30, 2016 (% of Total Assets)

T-Bills (AAA rated)	7.0%
AAA	0.1%
AA+	43.5%
AA	1.1%
AA- & below	0.8%
Other including receivables	47.5%
Total	100.0%

# NAFA Money Market Fund (NMMF)



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs. 9.8377

June 2016

## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	FY 2014	FY 2013	Since Launch February 23, 2012*
NAFA Money Market Fund	6.8%	6.4%	6.3%	8.9%	8.2%	9.2%	8.3%
Benchmark	4.2%	4.4%	4.6%	6.8%	6.9%	6.8%	6.4%

\* 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:	February 23, 2012
Fund Size:	Rs. 7,110 Million
Type:	Open-end – Money Market Fund
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: without Life Insurance: 0.5%, with Life Insurance 3% (Nil on investment above Rs. 16 million), Back end: 0%
Management Fee:	8% of Net Income (Min 0.5% p.a., Max 1.00% p.a.)
Risk Profile:	Very Low
Fund Stability Rating:	"AA (f)" by PACRA
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co Chartered Accountants
Benchmark:	3-Month deposit rates (AA & above rated banks)
Fund Manager:	Muhammad Ali Bhabha, CFA, FRM
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

To provide stable income stream with preservation of capital by investing in AA and above rated banks and money market instruments.

## Fund Manager Commentary

The Fund earned an annualized return of 6.8% during June 2016 versus the Benchmark return of 4.2%, thus registering an outperformance of 2.6% p.a. Since its launch in February 2012, the Fund has outperformed its Benchmark by 1.9% p.a. by earning an annualized return of 8.3%. This outperformance is net of management fee and all other expenses.

Being a money market scheme, the Fund has very restrictive investment guidelines. The authorized investments of the Fund include T-Bills, Bank Deposits and Money Market instruments. Minimum eligible rating is AA, while the Fund is not allowed to invest in any security exceeding six months maturity. The weighted average time to maturity of the Fund cannot exceed 90 days. The Fund is rated AA(f) by PACRA which denotes a very strong capacity to maintain relative stability in returns and very low exposure to risks.

Weighted average time to maturity of the Fund is 1 day. We will rebalance the allocation of the portfolio proactively based on the capital market outlook.

## Credit Quality of the Portfolio as of June 30, 2016 (% of Total Assets)

AA+	34.8%
AA	4.7%
AA- & below	0.1%
Other's including receivables	60.4%
<b>Total</b>	<b>100.0%</b>

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

T-Bills	-	8.7%
Placements with DFIs	-	8.8%
Bank Deposits	39.6%	82.0%
Others including receivables	60.4%	0.5%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 69,380,310/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0962/1.04%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, 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.

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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs. 10.2882

June 2016

## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	Since Launch July 10, 2014*
NAFA Government Securities Savings Fund	4.7%	5.8%	6.5%	10.3%
Benchmark	5.7%	6.0%	6.2%	7.7%

\* Annualized Return Based on Morning Star Methodology The performance reported is net of management fee & all other expenses and based on dividend reinvestment gross of with-holding tax where applicable.  
All other returns are Annualized Simple Return

## General Information

Launch Date:	July 10, 2014
Fund Size:	Rs. 304 Million
Type:	Open-end – Income Fund
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: 1% (Nil on investment above Rs. 16 million) Back end: 0%
Management Fee:	10% of Net Income (Min 0.5% p.a., Max 1.0% p.a.)
Risk Profile:	Low
Fund stability rating:	"AA- (f)" by PACRA
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark:	70% average 6-Month PKRV & 30% average 3-Month deposit rates (A+ & above rated banks)
Fund Manager:	Asad Haider
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

To provide competitive return from portfolio of low credit risk by investing primarily in Government Securities.

## Fund Manager Commentary

During the month under review, the Fund has generated an annualized return of 4.7% against the benchmark return of 5.7%. Since its launch in July 2014, the Fund offered an annualized return of 10.3% against the Benchmark return of 7.7%, hence an outperformance of 2.6% p.a. This outperformance is net of management fee and all other expenses.

NAFA Government Securities Savings Fund (NGSSF) invests a minimum of 70% in Government Securities. The Fund invests a minimum 10% of its assets in less than 90 days T-Bills or saving accounts with banks, which enhances liquidity profile of the Fund.

As the asset allocation of the Fund shows, exposure in Government Securities was 59.9% of the Total Assets and 74.0% of Net Assets at the end of the month with average time to maturity of 0.6 year and Yield to Maturity of 5.9% p.a. Last one year allocation in Government Securities was 77.3%. The weighted average time-to-maturity of the Fund is 0.4 year.

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

## Credit Quality of the Portfolio as of June 30, 2016 (% of Total Assets)

Government Securities (AAA rated)	59.9%
AAA	0.9%
AA+	11.8%
AA	0.6%
AA-	4.5%
A+ & below	7.4%
Other including receivables	14.9%
<b>Total</b>	<b>100.0%</b>

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

PIBs	15.7%	14.2%
Tbills	44.2%	61.4%
Placements with Banks	6.7%	13.2%
Bank Deposits	18.5%	10.0%
Other including receivables	14.9%	1.2%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 1,621,195/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0549/0.57%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Asad Haider

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.

# NAFA Savings Plus Fund (NSPF)



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs. 10.1194

June 2016

## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	FY 2014	FY 2013	FY 2012	Since Launch November 21, 2009*
NAFA Savings Plus Fund	5.7%	6.1%	6.3%	8.7%	7.9%	8.8%	11.0%	9.0%
Benchmark	4.2%	4.4%	4.7%	6.7%	7.1%	7.3%	8.4%	7.2%

\* 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:	November 21, 2009
Fund Size:	Rs. 523 million
Type:	Open-end – Income fund
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: without Life Insurance: 0.5%, with Life Insurance 3% (Nil on investment above Rs. 16 million), Back end: 0%
Management Fee:	10% of Net Income (Min 0.5% p.a., Max 1.50% p.a.)
Risk Profile:	Very Low
Fund Stability Rating:	"AA- (f)" by PACRA
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark:	Average 6-Month deposit rate (A & above rated banks)
Fund Manager:	Muhammad Ali Bhabha, CFA, FRM
Minimum Subscription:	Growth Unit: Rs. 1,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

To minimize risk, preserve capital and generate a reasonable return along with a high degree of liquidity from a portfolio primarily constituted of bank deposits and money market instruments.

## Fund Manager Commentary

The Fund earned an annualized return of 5.7% during the month versus the Benchmark return of 4.2% thus registering an outperformance of 1.5% p.a. Since its launch in November 2009, the Fund offered an annualized return of 9.0% against the Benchmark return of 7.2%, hence an outperformance of 1.8% p.a. This outperformance is net of management fee and all other expenses.

NSPF is one of the highest rated income funds in the market due to its restrictive investment guidelines. The Fund is allowed to invest in Government Securities up to a maximum maturity of 3 years and also in debt securities with rating of A and above with a maximum remaining maturity of 1 year. The Fund invests 25% of its net assets in less than 90 days T-Bills or saving accounts with banks, which further enhances liquidity profile of the Fund.

The portfolio of NSPF is invested in Treasury bills, MTS, and bank deposits etc. The allocation in MTS is around 23% of net assets. The weighted average time to maturity of the entire Fund is around 22 days. Our internal guidelines permit MTS financing in only fundamentally strong companies with lower volatility. It is pertinent to mention that in this asset class the Fund provides financing at only pre-determined rates of return with no direct exposure to the stock market.

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

## Credit Quality of the Portfolio as of June 30, 2016 (% of Total Assets)

Govt. Securities (AAA rated)	4.6%
AAA	2.0%
AA+	26.8%
AA	1.0%
AA-	1.4%
A+ & below	11.8%
MTS (Unrated)	13.9%
Other including receivables	38.5%
<b>Total</b>	<b>100.0%</b>

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

T-Bills	4.6%	7.2%
Margin Trading System (MTS)	13.9%	22.6%
Placements with Banks	8.0%	18.0%
Bank Deposits	35.0%	51.0%
Other including receivables	38.5%	1.2%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs.12,099,338/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.2342/2.45%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the Period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, 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.

# NAFA Riba Free Savings Fund (NRFSSF)



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs. 10.1693

June 2016

## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	FY 2014	FY 2013	FY 2012	Since Launch August 20, 2010*
NAFA Riba Free Savings Fund	4.8%	5.3%	5.5%	7.4%	7.8%	8.7%	10.8%	8.4%
Benchmark	4.7%	4.7%	4.9%	6.7%	6.7%	7.3%	8.3%	7.0%

\* 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. 1,160 million
Type:	Open-end – Shariah Compliant Income Fund
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: without Life Takaful: 0.5%, with Life Takaful 3% (Nil on investment above Rs. 16 million), Back end: 0%
Management Fee:	10% of Net Income (Min 0.5% p.a., Max 1.25% 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:	Average 6-month deposit rate of A- and above rated Islamic Banks
Fund Manager:	Muhammad Ali Bhabha CFA,FRM
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

To provide preservation of capital and earn a reasonable rate of return along with a high degree of liquidity by investing in short-term Shariah compliant banks and money market / debt securities.

## Fund Manager Commentary

The Fund generated an annualized return of 4.8% for the month of June 2016 versus the Benchmark return of 4.7% thus registering an outperformance of 0.1% p.a. During FY16 the Fund has outperformed its Benchmark by 0.6% by earning an annualized return of 5.5%. This outperformance 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. The Fund is allowed to invest in short-term Shariah compliant money market securities of up to six months maturity rated AA- or better. The Fund is not authorized to invest in corporate debt securities and the Equities.

The allocation of the Fund is around 2.7% in GOP Ijarah Sukuks, which are floating rate instruments with 6-months coupon re-setting. 30.3% of the portfolio is invested in bank deposits which enhances the liquidity profile of the Fund. The weighted average time to maturity of the Fund is 78 days.

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

## Credit Quality of the Portfolio as of June 30, 2016 (% of Total Assets)

GOP Ijarah Sukuk (AAA rated)	2.7%
AAA	12.7%
AA+	1.4%
AA	0.1%
AA-	0.7%
A+	2.3%
A-	13.0%
BBB+ & below	0.1%
Others including receivables	67.0%
<b>Total</b>	<b>100.0%</b>

Asset Allocation (% of Total Assets)	30-June-16	31-May-16
GOP Ijara Sukuk	2.7%	7.9%
Bank Deposits	30.3%	90.8%
Other including receivables	67.0%	1.3%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 10,079,475/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0884/0.92%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, 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.

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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs. 10.4723

June 2016

## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	FY 2014	FY 2013	Since Launch October 28, 2011*
NAFA Financial Sector Income Fund	5.1%	6.0%	6.4%	10.9%	7.9%	9.3%	9.2%
Benchmark	5.5%	5.7%	5.9%	8.3%	8.9%	9.0%	8.4%

\* 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:	October 28, 2011
Fund Size:	Rs. 1,255 Million
Type:	Open-end – Income Fund
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: 1% (Nil on investment above Rs. 16 million) Back end: 0%
Management Fee:	10% of Net Income (Min 0.5% p.a., Max 1.5% p.a.)
Risk Profile:	Low
Fund stability rating:	'A+(f)' by PACRA
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	70% 6-Month KIBOR & 30% average 3-Month deposit rates (A & above rated banks)
Fund Manager:	Muhammad Ali Bhabha, CFA, FRM
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

To provide income enhancement and preservation of capital by investing in prime quality Financial Sector TFCs/Sukuks, Bank deposits and short-term money market instruments.

## Fund Manager Commentary

The Fund generated an annualized return of 5.1% for the month of June 2016 versus the Benchmark return of 5.5%. Since its launch in October 2011, the Fund offered an annualized return of 9.2% against the Benchmark return of 8.4%, hence an outperformance of 0.8% p.a. This outperformance is net of management fee and all other expenses.

The Fund is unique as it invests a minimum 70% of its assets in Financial Sector (mainly banks) debt securities, instruments or deposits. Minimum entity rating of issuers of debt securities is "AA-". This minimizes credit risk and at the same time enhances liquidity of the Fund. Duration of the overall portfolio cannot be more than one year. This minimizes interest rate or pricing risk. The Fund invests 25% of its assets in less than 90 days T-Bills or saving accounts with banks, which further enhances liquidity profile of the Fund.

Exposure in TFCs was 29.1% of net assets at the end of the month with average time to maturity of 1.8 years. The TFC portfolio of the Fund is predominantly floating rate linked to KIBOR. The weighted average time-to-maturity of the Fund is 0.5 year.

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

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

Asset Allocation (% of Total Assets)	30-June-16	31-May-16
TFCs	14.9%	44.1%
Bank Placements	6.2%	26.7%
Bank Deposits	15.1%	26.5%
Other including receivables	63.8%	2.7%
Total	100.0%	100.0%
Leverage	Nil	Nil

## Top TFC (as at June 30, 2016)

Name of TFC	% of Total Assets
Bank Alfalah Limited IV - FT	7.2%
Faysal Bank Limited III	4.4%
Askari Bank Limited IV	1.8%
Jahangir Siddiqui and Company Ltd.(Pre IPO) 16-MAY-16 16-MAY-21	0.8%
Standard Chartered Bank (Pakistan) Limited IV	0.7%
Total	14.9%

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 17,975,588/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.1518/1.54%. For details investors are advised to read note 6 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

## Name of the Members of Investment Commit

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, 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.

## Credit Quality of the Portfolio as of June 30th, 2016 (% of Total Assets)

AAA	0.9%
AA+	12.4%
AA	2.9%
AA-	13.6%
A+	6.3%
A-	0.1%
Other including receivables	63.8%
Total	100.0%



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs. 9.4856

June 2016

## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	FY 2014	FY 2013	FY 2012	Since Launch October 26, 2007*
NAFA Islamic Aggressive Income Fund	8.7%	6.7%	7.4%	9.2%	13.6%	6.8%	19.0%	6.8%
Benchmark	4.6%	4.6%	4.8%	6.6%	6.5%	7.0%	7.9%	6.5%

\* 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:	October 26, 2007
Fund Size:	Rs. 2,567 million
Type:	Open-end – Shariah Compliant Aggressive Income Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end: 1% (Nil on investment above Rs. 16 million), Back end: 0%
Management Fee:	10% of Net Income (Min 0.5% p.a., Max 1.0% p.a.)
Risk Profile:	Low to Medium
Fund Stability Rating:	"A-(f)" by PACRA
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark:	Average 3-month deposit rate of Islamic Banks
Fund Manager:	Muhammad Imran, CFA, ACCA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

To seek preservation of capital and earn a reasonable rate of return in a Shariah compliant manner.

## Fund Manager Commentary

During the month under review, the Fund posted an annualized return of 8.7% as compared to the Benchmark return of 4.6% thus registering an outperformance of 4.1% p.a. During FY16, the Fund has posted 7.4% annualized return versus 4.8% by the Benchmark, hence an outperformance of 2.6% p.a. This outperformance is net of management fee and all other expenses.

The allocation in corporate Sukuks stood at 0.8% of the total assets. Around 44.6% of the portfolio is allocated in bank deposits. The higher allocation in bank deposits is due to better yields as compared to other authorized alternative investment avenues.

The weighted average Yield-to-Maturity (YTM) of the Sukuk portfolio is around 5.8% p.a. and weighted average time to maturity is 2.3 years. The weighted average time to maturity of the Fund is 49 days.

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

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

	30-June-16	31-May-16
Sukuks	0.8%	1.6%
GOP Ijarah Sukuks - Govt. Backed	1.9%	3.8%
Bank Deposits	44.6%	93.6%
Other including receivables	52.7%	1.0%
Total	100.0%	100.0%
Leverage	Nil	Nil

## Credit Quality of the Portfolio as of June 30, 2016 (% of Total Assets)

GOP Ijarah Sukuk (AAA rated)	1.9%
AAA	19.4%
AA	0.8%
A+	0.1%
A-	24.9%
BBB+ & below	0.2%
Other including receivables	52.7%
Total	100.0%

## Top Sukuk Holdings (as at June 30, 2016)

Name of Sukuk	% of Total Assets
K Electric Azm Sukuk - 5 Yrs	0.5%
K Electric Azm Sukuk - 3 Yrs	0.3%
Total	0.8%

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 2,944,049/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0111/0.13%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Muhammad Imran, CFA, ACCA

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. The reported returns may include provisioning and reversal of provisioning against some debt securities.



# NAFA Income Opportunity Fund (NIOF)



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs. 10.7016

June 2016

## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	FY 2014	FY 2013	FY 2012	Since Launch April 21, 2006 *
NAFA Income Opportunity Fund	6.6%	6.4%	7.5%	13.2%	16.6%	10.3%	(0.5%)	8.4%
Benchmark	6.1%	6.3%	6.5%	9.0%	9.8%	9.9%	12.4%	10.8%

\* 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: April 21, 2006  
Fund Size: Rs. 6,274 million  
Type: Open-end – Income Fund  
Dealing Days: Daily – Monday to Saturday (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  
Dealing Time: 2-3 business days  
Settlement: Forward Pricing  
Pricing Mechanism: Front end: 1% (Nil on investment above Rs. 16 million), Back end: 0%  
Load: 1.30% per annum  
Management Fee: Low  
Risk Profile: "A(f)" by PACRA  
Fund Stability Rating: Pakistan Stock Exchange  
Listing: Central Depository Company (CDC)  
Custodian & Trustee: Deloitte Yousuf Adil  
Auditors: Chartered Accountants  
Benchmark: 6-Month KIBOR  
Fund Manager: Muhammad Imran, CFA, ACCA  
Minimum Subscription: Rs. 10,000/-  
Income Unit: Rs. 100,000/-  
Asset Manager Rating: AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

To seek maximum possible preservation of capital and a reasonable rate of return via investing primarily in money market & debt securities having good credit rating and liquidity.

## Fund Manager Commentary

The Fund posted an annualized return of 6.6% in June 2016 as compared to the Benchmark return of 6.1%. During FY16 the Fund has outperformed its Benchmark by 1.0% by earning an annualized return of 7.5%. This outperformance is net of management fee and all other expenses.

The weighted average Yield to Maturity of the TFC portfolio is 7.8% p.a. The weighted average time to maturity of the Fund is around 0.4 year. The Fund's sector allocation is fairly diversified with exposure to Electricity, Banking and Financial Services sectors. TFC portfolio of the Fund is predominantly floating rate linked to KIBOR. However, since TFCs 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.

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

TFCs / Sukuks	4.7%	5.3%
MTS	1.0%	0.9%
T-Bills	0.6%	0.7%
PIBs	2.4%	2.7%
Placements with Banks	16.5%	25.4%
Placements with DFIs	-	9.8%
RFS	-	0.1%
Equity	0.3%	0.4%
Bank Deposits	49.8%	48.7%
Others including receivables	24.7%	6.1%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

Leverage Nil Nil

## Top TFC/Sukuk Holdings (as at June 30, 2016)

Name of TFCs / Sukuks	% of Total Assets
K Electric Azm Sukuk	1.9%
Bank Alfalah Limited V	1.4%
Jahangir Siddiqui and Company Ltd. 16-MAY-16	0.9%
Jahangir Siddiqui and Company Ltd. 08-APR-14	0.5%
<b>Total</b>	<b>4.7%</b>

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 31,128,042/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0525/0.53%. For details investors are advised to read note 06 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Muhammad Imran, CFA, ACCA

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.

## Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets
BRR Guardian Modaraba	SUKUK	26,562,500	26,562,500	-	-	-
Saudi Pak Leasing	TFC	41,321,115	41,321,115	-	-	-
World Call Telecom Limited	TFC	88,455,825	88,455,825	-	-	-
Eden Housing (Sukuk II)	SUKUK	9,056,250	9,056,250	-	-	-
Agri-tech Limited I	TFC	149,860,200	149,860,200	-	-	-
Agri-tech Limited V	TFC	32,320,000	32,320,000	-	-	-
Azzard Nine Limited III	TFC	108,376,850	108,376,850	-	-	-
Azzard Nine Limited V	TFC	82,180,000	82,180,000	-	-	-
Dewan Cement Limited	TFC	150,000,000	150,000,000	-	-	-
New Allied Electronics (PPTFC)	TFC	31,706,536	31,706,536	-	-	-
New Allied Electronics (Sukuk II)	SUKUK	44,148,934	44,148,934	-	-	-
PACE Pakistan Limited	TFC	149,820,000	149,820,000	-	-	-
Azzard Nine Limited (Non-Voting Ordinary Shares)	Equity	12,854	12,854	-	-	-
Agri-tech Limited Shares	Equity	141,403,150	106,698,777	34,704,373	0.5%	0.3%
<b>Total</b>		<b>1,055,224,214</b>	<b>1,020,519,841</b>	<b>34,704,373</b>	<b>0.5%</b>	<b>0.3%</b>

## Credit Quality of the Portfolio as of June 30, 2016 (% of Total Assets)

PIBs (AAA rated)	2.4%
T-Bills (AAA rated)	0.6%
AA+	44.0%
AA	2.2%
AA-	2.5%
A+	17.8%
A-	4.5%
MTS (Un-rated)	1.0%
Equity (Un-rated)	0.3%
NR & Other including receivables	24.7%
<b>Total</b>	<b>100.0%</b>

**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. 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 returns may include provisioning and reversal of provisioning against some debt securities.

## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	FY 2014	FY 2013	FY 2012	Since Launch March 28, 2008*
NAFA Income Fund	6.3%	6.2%	6.9%	13.7%	2.3%	6.9%	(6.9%)	3.9%
Benchmark	6.1%	6.3%	6.5%	9.0%	9.8%	9.9%	12.4%	10.7%

\* 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:	March 28, 2008
Fund Size:	Rs. 619 million
Type:	Open-end – Income Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end: 1% (Nil on investment above Rs. 16 million), Back end: 0%
Management Fee:	10% of Net Income (Min 0.5% p.a., Max 1.0% p.a.)
Risk Profile:	Low
Fund Stability Rating	"A (f)" by PACRA
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	MCB Financial Services Limited
Auditors:	Deloitte Yousuf Adil Chartered Accountants
Benchmark:	6-Month KIBOR
Fund Manager:	Muhammad Ali Bhabha, CFA, FRM
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

To earn a competitive rate of return while preserving capital to the extent possible by investing in liquid assets.

## Fund Manager Commentary

The Fund posted an annualized return of 6.3% during June 2016 versus the Benchmark return of 6.1%. The annualized return during FY16 is 6.9% against the Benchmark return of 6.5%, hence an outperformance of 0.4% p.a. This outperformance is net of management fee and all other expenses.

As the allocation of the Fund shows, exposure in TFCs and Sukuks stands at 28%. All TFCs in the Fund are floating rate instruments linked to KIBOR

The weighted average Yield-to-Maturity of the Fund is around 7.6% p.a. while its weighted average time to maturity is 0.9 year. This yield does not include potential recovery in fully provided TFCs (Face Value of around Rs. 309 million), which is potential upside for the Fund. Thus, the Fund is expected to perform well over the medium to long term horizon. However, since TFCs 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.

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

TFCs / Sukuks	28.0%	26.9%
T-Bills	6.6%	6.1%
MTS	20.5%	13.2%
Placement with Banks	16.2%	18.1%
Bank Deposits	26.9%	34.2%
Others including receivables	1.8%	1.5%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Top TFC (as at June 30, 2016)

Name of TFC / Sukuk	% of Total Assets
K Electric Azm Sukuk	7.8%
Jahangir Siddiqui and Company Ltd. (Pre IPO) 16-MAY-16 16-MAY-21	6.4%
Askari Commercial Bank Limited 30-SEP-14 30-SEP-24	6.0%
Faysal Bank Limited	3.0%
Jahangir Siddiqui and Company Ltd. 08-APR-14	3.2%
Bank Alfalah Limited (Floater)	1.6%
<b>Total</b>	<b>28.0%</b>

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 4,095,302/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs. 0.0644/0.71%. For details investors are advised to read note 5 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, 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.

## Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets
World Call Telecom Limited	TFC	26,881,190	26,881,190	-	-	-
Saudi Pak Leasing	TFC	41,321,115	41,321,115	-	-	-
Eden Housing (Sukuk II)	SUKUK	19,687,500	19,687,500	-	-	-
AgriTech Limited II	TFC	149,875,800	149,875,800	-	-	-
AgriTech Limited V	TFC	22,180,000	22,180,000	-	-	-
New Allied Electronics (Sukuk II)	SUKUK	49,054,371	49,054,371	-	-	-
<b>Total</b>		<b>308,999,976</b>	<b>308,999,976</b>	-	-	-

## Credit Quality of the Portfolio as of June 30, 2016 (% of Total Assets)

Govt. Securities (AAA rated)	6.6%
AAA	0.3%
AA+	32.7%
AA	10.9%
AA-	10.9%
A+ & below	16.3%
MTS (Unrated)	20.5%
Other including receivables	1.8%
<b>Total</b>	<b>100.0%</b>

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# NAFA Asset Allocation Fund (NAAF)



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs.14.8297

June 2016

## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	FY 2014	FY 2013	FY 2012	Since Launch August 20, 2010*
NAFA Asset Allocation Fund	(0.2%)	8.8%	7.6%	24.6%	13.7%	32.0%	14.4%	18.8%
Benchmark**	1.9%	7.1%	6.2%	9.6%	15.3%	17.1%	8.1%	11.6%

\* 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.  
\*\*From January 01, 2014, KSE-30 Total Return Index

## General Information

Launch Date:	August 20, 2010
Fund Size:	Rs. 1,175 million
Type:	Open-end – Asset Allocation Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end – 3%, (Nil on investment above Rs. 50 million) Back end - 0%
Management Fee:	2% per annum
Risk Profile:	Moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	Deloitte Yousuf Adil Chartered Accountants
Benchmark:	1/3 of average 3-month bank deposit rate; 1/3 of 6-month KIBOR; 1/3 of KSE 30 Index Total Return
Fund Manager:	Muhammad Imran, CFA, ACCA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

To generate income by investing in Debt & Money Market securities and to generate capital appreciation by investing in equity and equity related securities.

## Fund Manager's Commentary

During the month under review, NAFA Asset Allocation Fund's (NAAF) unit price (NAV) decreased by 0.2% while the Benchmark increased by 1.9%. Thus your Fund underperformed the Benchmark by 2.1%. Since inception on August 20, 2010 the Fund has posted 174.9% cumulative return, versus 90.9% by the Benchmark. Thus, to date the cumulative outperformance of your Fund stands at 84%. This outperformance is net of management fee and all other expenses.

NAAF started off the month with an allocation of around 61% in equities, which decreased to around 22% due to fund to fund transfer at the end of the month. NAAF underperformed the Benchmark in June as the Fund was underweight in select Commercial Banks and Pharmaceuticals sectors stocks which outperformed the market and overweight in select Oil & Gas Exploration Companies, Engineering, Automobile Assembler and Glass & ceramics sectors stocks which underperformed the market. During the month, the allocation was decreased primarily in Commercial Banks, Power Generation & Distribution Companies, Fertilizer, and Automobile Assembler sector.

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

	30-June-16	31-May-16
Equities / Stocks	22.2%	60.8%
Cash	12.2%	30.4%
Bank Placements	1.4%	7.8%
Others including receivables	64.2%	1.0%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*\*

	PER	PBV	DY
NAAF	8.9	2.5	5.2%
KSE-30	10.0	2.2	5.4%

\*\*\* Based on NAFA's estimates

## Top Five Sectors (% of Total Assets) (as on 30 June, 2016)

Oil & Gas Exploration Companies	3.8%
Cement	3.1%
Commercial Banks	2.9%
Engineering	2.2%
Textile Composite	2.1%
Others	8.1%

## Name of the Members of Investment Committee

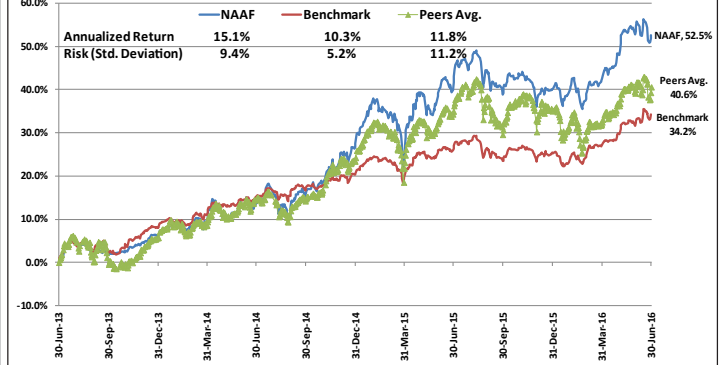
Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Muhammad Imran, CFA, ACCA

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 18,637,505/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.2353/1.70%. For details investors are advised to read Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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.

## Relative Performance of NAFA Asset Allocation Fund (NAAF) for the Last Three Years



## Top Ten Holdings (as on 30 June, 2016)

Name	Asset Class	% of Total Assets
Kohinoor Textile Mills Ltd	Equity	1.1%
Tariq Glass Ltd	Equity	1.1%
Pak Petroleum Ltd	Equity	1.1%
International Industries Ltd	Equity	1.0%
Nishat Mills Ltd	Equity	1.0%
Pakistan Oilfields Ltd	Equity	1.0%
Mari Petroleum Company Ltd	Equity	0.9%
Thal Ltd	Equity	0.9%
Lucky Cement Ltd	Equity	0.9%
Indus Motor Company Ltd	Equity	0.9%
<b>Total</b>		<b>9.9%</b>

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## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	FY 2014	FY 2013	FY 2012	Since Launch October 26, 2007*
NAFA Islamic Asset Allocation Fund	2.5%	10.9%	13.1%	33.8%	22.2%	36.3%	13.2%	16.2%
Benchmark**	1.8%	8.0%	9.2%	12.1%	17.7%	28.9%	11.1%	11.3%

\* 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.

All Other returns are Cumulative

Note:\*\* KSE-30 is used as equity component for the Benchmark before June 30, 2008, the launch date of KMI-30 Index. The fund category was changed to Islamic Asset Allocation from Islamic Balanced with effect from April 22, 2014. Consequently, allowed equity range is now 0% to 90% which previously was 30% to 70%. Previous benchmark was 50% KMI-30 Index & 50% Islamic Bank Deposit.

## General Information

Launch Date:	October 26, 2007
Fund Size:	Rs. 5,435 million
Type:	Open-end-Shariah Compliant -Asset Allocation Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end: 3%, (Nil on investment above Rs. 50 million), Back end: 0%
Management Fee:	2% per annum
Risk Profile:	Moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Benchmark:**	Average of (i) average 3-month Islamic banks deposit rate (ii) 6-month KIBOR or its Shariah Compliant equivalent (iii) KMI 30 Index
Fund Manager:	Asim Wahab Khan, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## 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's Commentary

During the month under review, unit price (NAV) of NAFA Islamic Asset Allocation Fund increased by 2.5% whereas the Benchmark increased by 1.8%, thus your Fund outperformed the Benchmark by 0.7%. Since inception your Fund has posted 269.2% return, versus 153.8% by the Benchmark. Thus, to-date the cumulative outperformance of your Fund stands at 115.4%. This outperformance is net of management fee and all other expenses.

NIAAF started off the month with an allocation of around 67% in equities, which decreased to around 47% due to fund to fund transfer at the end of the month. NIAAF outperformed the Benchmark in June as the Fund was overweight in select Refinery sector stocks which outperformed the market and underweight in select Oil & Gas Exploration Companies and Fertilizer sectors stocks which underperformed the market. During the month, the allocation was increased slightly in Glass & Ceramics sector whereas as it was reduced primarily in Oil & Gas Exploration Companies, Fertilizer, Cements, and Automobile Assembler sectors.

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

Asset Allocation (% of Total Assets)	30-June-16	31-May-16
Equities / Stocks	46.9%	67.2%
Sukuks	0.6%	0.9%
Cash	22.0%	31.0%
Others including receivables	30.5%	0.9%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*\*

	PER	PBV	DY
NIAAF	9.3	2.8	4.7%
KMI-30	10.5	2.5	5.7%

\*\*\* Based on NAFA's estimates

## Top Five Sectors (% of Total Assets) (as on 30 June, 2016)

Cement	9.2%
Oil & Gas Exploration Companies	8.2%
Fertilizer	5.8%
Power Generation & Distribution	5.4%
Oil & Gas Marketing Companies	5.2%
Others	13.1%

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

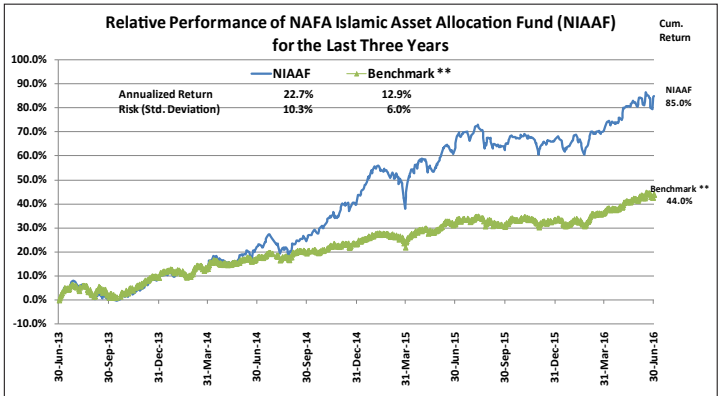
## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 15,789,039/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.0456/0.33%. For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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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## Top Ten Holdings (as on 30 June, 2016)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pakistan State Oil Co. Ltd	Equity	3.8%	Hub Power Company Ltd	Equity	2.3%
Engro Corporation Ltd	Equity	3.5%	Kohinoor Textile Mills Ltd	Equity	2.2%
Lucky Cement Ltd	Equity	3.0%	Pak Petroleum Ltd	Equity	2.0%
Mari Petroleum Company Ltd	Equity	2.7%	Kot Addu Power Co Ltd	Equity	1.9%
Pakistan Oilfields Ltd	Equity	2.6%	Engro Fertilizer Ltd	Equity	1.7%

## Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets
Eden Housing (Sukuk II)	SUKUK	4,921,875	4,921,875	-	-	-
<b>Total</b>		<b>4,921,875</b>	<b>4,921,875</b>	<b>-</b>	<b>-</b>	<b>-</b>

# NAFA Multi Asset Fund (NMF)



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs.15.6377

June 2016

## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	FY 2014	FY 2013	FY 2012	Since Launch January 19, 2007*
NAFA Multi Asset Fund	1.8%	10.3%	8.7%	26.8%	25.4%	34.1%	15.5%	15.7%
Benchmark**	2.7%	9.6%	7.1%	11.0%	19.6%	22.4%	8.0%	9.4%

\* 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.  
\*\*From January 01, 2014, KSE-30 Total Return Index

## General Information

Launch Date:	January 19, 2007
Fund Size:	Rs 1,328 million
Type:	Open-end – Balanced Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end: 3% (Nil on investment above Rs. 50 million) Back end: 0%
Management Fee:	2% per annum
Risk Profile:	Moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	Deloitte Yousuf Adil Chartered Accountants
Benchmark:	50% KSE-30 Total Return Index & 50% 3-month KIBOR
Fund Manager:	Asim Wahab Khan, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

To provide investors with a combination of capital growth and income. NMF aims to achieve attractive returns at moderate levels of risk by investing in a variety of asset classes such as stocks, bonds, money market instruments, CFS etc.

## Fund Manager's Commentary

During the month under review, NAFA Multi Asset Fund's (NMF) unit price (NAV) increased by 1.8% while the Benchmark increased by 2.7%. Thus your Fund underperformed the Benchmark by 0.9%. Since inception on January 19, 2007 your Fund has posted 295.9% return, versus 133.5% by the Benchmark. Thus, to-date the cumulative outperformance of your Fund stands at 162.4%. This outperformance is net of management fee and all other expenses.

NMF started off the month with an allocation of around 62% in equities which was maintained during the month. NMF underperformed the Benchmark in June as the Fund was underweight in Commercial Banks and Pharmaceuticals sectors stocks which outperformed the market and overweight in select Engineering, Automobile Assembler, and Glass & Ceramics sectors stocks which underperformed the market. During the month, the allocation was primarily increased in Automobile Parts & Accessories, Power Generation & Distribution, Commercial Banks, and Textile Composite sectors whereas as it was reduced primarily in Automobile Assembler, Cements, and Engineering sectors.

## Asset Allocation (% of Total Assets)

	30-June-16	31-May-16
Equities / Stocks	62.0%	62.2%
TFCs / Sukuks	8.4%	7.7%
Cash	24.7%	26.5%
PIBs	2.8%	2.6%
Others including receivables	2.1%	1.0%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*\*

	PER	PBV	DY
NMF	9.0	2.5	5.1%
KSE-30	10.0	2.2	5.4%

\*\*\* Based on NAFA's estimates

## Top Five Sectors (% of Total Assets) (as on 30 June, 2016)

Oil & Gas Exploration Companies	9.9%
Commercial Banks	8.0%
Cement	7.7%
Textile Composite	7.1%
Power Generation & Distribution	5.5%
Others	23.8%

## Name of the Members of Investment Committee

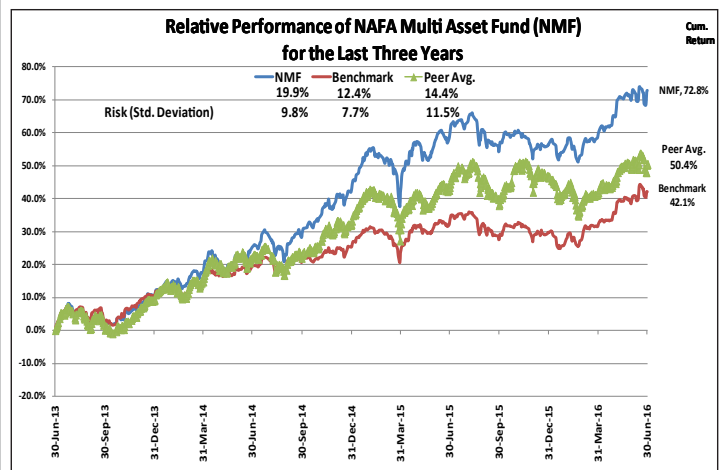
Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Muhammad Imran, CFA, ACCA

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 20,016,564/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.2357/1.63%. For details investors are advised to read Note 6 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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 against some debt securities.



## Top Ten Holdings (as on 30 June, 2016)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
K Electric Azm	Sukuk	5.6%	Kot Addu Power Co Ltd	Equity	2.7%
Kohinoor Textile Mills Ltd	Equity	3.6%	Mari Petroleum Company Ltd	Equity	2.7%
Nishat Mills Ltd	Equity	3.1%	Thal Ltd	Equity	2.6%
Engro Corporation Ltd	Equity	2.9%	Pak Petroleum Ltd	Equity	2.6%
Jahangir Siddiqui and Co Ltd	TFC	2.8%	International Industries Ltd	Equity	2.6%

## Details of Non-Compliant Investments

Particulars	Type of Investment	Value of Investments before Provision	Provision held	Value of Investments after Provision	% of Net Assets	% of Gross Assets
Saudi Pak Leasing	TFC	27,547,410	27,547,410	-	-	-
Eden Housing (Sukuk II)	SUKUK	9,843,750	9,843,750	-	-	-
New Allied Electronics (Sukuk I)	SUKUK	10,000,000	10,000,000	-	-	-
<b>Total</b>		<b>47,391,160</b>	<b>47,391,160</b>	<b>-</b>	<b>-</b>	<b>-</b>



## Performance

Performance Period	June 2016	CYTD 2016	FY 2016	Since Launch* January 09, 2015
NAFA Islamic Stock Fund	1.0%	11.5%	12.9%	16.8%
Benchmark	4.6%	19.0%	15.5%	17.1%

\* 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 9, 2015
Fund Size:	Rs. 1,752 million
Type:	Open-end-Shariah Compliant-Equity Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism Load:	Forward Pricing Front end 3% (Nil on investment above Rs 50 million) Back end - 0%
Management Fee:	2% per annum
Risk Profile	High
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	"A. F. Ferguson & Co. Chartered Accountants"
Benchmark:	KMI-30 Index
Fund Manager:	Sajjad Anwar, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

The objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio of Shariah Compliant listed equities.

## Fund Manager's Commentary

During the month under review, NAFA Islamic Stock Fund's (NISF) unit price (NAV) increased by 1%, whereas the Benchmark increased by 4.6%, thus an underperformance of 3.6% was recorded. Since inception on January 9, 2015 your Fund has posted 25.7% cumulative return, versus 26.2% by the Benchmark. Thus, to-date the cumulative underperformance of your Fund stands at 0.5%. This underperformance is net of management fee and all other expenses.

NISF started off the month with an allocation of around 86% in equities, which decreased to around 51% due to fund to fund transfer at the end of the month. NISF underperformed the Benchmark in June as the Fund was underweight in select Pharmaceuticals sectors stocks which outperformed the market and overweight in select, Automobile Assembler, Oil & Gas Marketing Companies, and Engineering sectors stocks which underperformed the market. During the month, the allocation was primarily decreased in Fertilizer, Cements, Oil & Gas Exploration Companies, and Textile Composite sectors.

## Asset Allocation (% of Total Assets)

	30-June-16	31-May-16
Equities / Stocks	51.2%	86.4%
Cash Equivalents	7.3%	12.7%
Others including receivables	41.5%	0.9%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NISF	9.1	2.8	4.3%
KMI-30	10.5	2.5	5.7%

\*\* Based on NAFA's estimates

## Top Five Sectors (% of Total Assets) (as on 30 June, 2016)

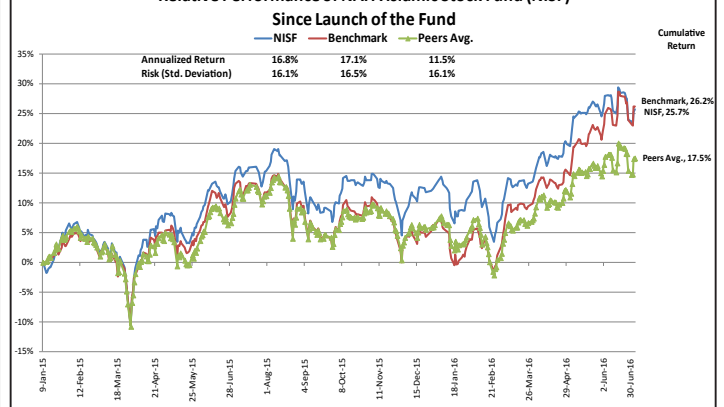
Cement	10.7%
Oil & Gas Exploration Companies	8.2%
Fertilizer	6.9%
Oil & Gas Marketing Companies	4.2%
Textile Composite	3.6%
Others	17.6%

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 2,403,366/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.0157/0.16%.For details investors are advised to read the Note 6 of the Financial Statements of the Scheme for the period ended March 31, 2016.From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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.

## Relative Performance of NAFA Islamic Stock Fund (NISF)



## Top Ten Holdings (as on 30 June, 2016)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Engro Corporation Ltd	Equity	3.3%	Pakistan Oilfields Ltd	Equity	2.1%
Mari Petroleum Co Ltd	Equity	3.2%	Attock Cem.Pak.Ltd	Equity	2.0%
Lucky Cement Ltd	Equity	2.9%	Dawood Hercules Corp Ltd	Equity	1.9%
Pakistan State Oil Co. Ltd	Equity	2.4%	Pak Petroleum Ltd	Equity	1.8%
Nishat Mills Ltd	Equity	2.2%	Indus Motor Company Ltd	Equity	1.7%

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	FY 2014	FY 2013	FY 2012	Since Launch January 19, 2007*
NAFA Stock Fund	2.4%	14.2%	11.4%	36.9%	36.3%	55.0%	22.0%	17.1%
Benchmark**	4.8%	16.2%	7.1%	12.3%	29.6%	36.0%	2.9%	6.9%

\* 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.  
\*\*From January 01, 2014, KSE-30 Total Return Index

## General Information

Launch Date:	January 19, 2007
Fund Size:	Rs. 7,939 million
Type:	Open-end – Equity Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end: 3% (Nil on investment above Rs. 50 million), Back end: 0%
Management Fee:	2% per annum
Risk Profile:	High
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	Deloitte Yousuf Adil Chartered Accountants
Benchmark:	KSE-30 Total Return Index
Fund Manager:	Asim Wahab Khan, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

To provide investors with long term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan. The risk profile of the Fund will be moderate to high.

## Fund Manager's Commentary

During the month under review, NAFA Stock Fund's (NSF) unit price (NAV) increased by 2.4%, whereas the Benchmark increased by 4.8%, thus an underperformance of 2.4% was recorded. Since inception on January 19, 2007 your Fund has posted 345% cumulative return, versus 88.7% by the Benchmark. Thus, to-date the cumulative outperformance of your Fund stands at 256.3%. This outperformance is net of management fee and all other expenses.

NSF started off the month with an allocation of around 91% in equities which decreased to around 69% due to fund to fund transfer at the end of the month. NSF underperformed the Benchmark in June as the Fund was underweight in Commercial Banks and Pharmaceuticals sectors stocks which outperformed the market and overweight in select Engineering, Automobile Assembler, and Glass & Ceramics sectors stocks which underperformed the market. During the month, the allocation was increased in Commercial Banks sector whereas as it was reduced primarily in Automobile Assembler, Engineering, Oil & Gas Exploration Companies, and Textile Composite sectors.

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

Asset Allocation (% of Total Assets)	30-June-16	31-May-16
Equities / Stock	69.2%	90.7%
Cash	8.1%	1.4%
Others including receivables	22.7%	7.9%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*\*

	PER	PBV	DY
NSF	8.8	2.4	4.9%
KSE-30	10.0	2.2	5.4%

\*\*\* Based on NAFA's estimates

## Top Five Sectors (% of Total Assets) (as on 30 June, 2016)

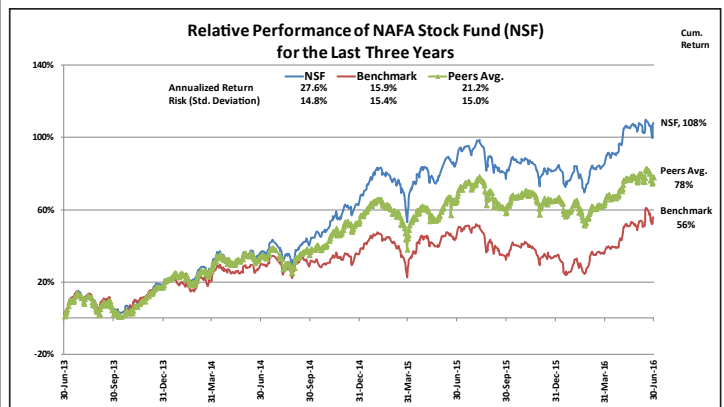
Cement	11.4%
Oil & Gas Exploration Companies	10.8%
Commercial Banks	9.3%
Fertilizer	7.1%
Engineering	6.0%
Others	24.6%

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 47,574,549/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.0791/0.67%. For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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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## Top Ten Equity Holdings (as on 30 June, 2016)

Name	% of Total Assets	Name	% of Total Assets
Engro Corporation Ltd	4.9%	International Steel Ltd	2.7%
Pakistan State Oil Co Ltd	4.1%	Pak Petroleum Ltd	2.7%
Nishat Mills Ltd	3.1%	Lucky Cement Ltd	2.6%
Mari Petroleum Company Ltd	3.0%	Pakistan Oilfields Ltd	2.6%
D G Khan Cement Co Ltd	2.9%	Oil & Gas Dev Co Ltd	2.5%

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

	Fund Size (Rs. in mn)	NAV Per Unit (Rs.) June 30, 2016	Performance %				
			June 2016	CYTD 2016	FY 2016	FY 2015	Since Launch July 02, 2013
NPF-Equity Sub-fund	562.9	241.2424	2.1%*	12.7%*	14.8%*	49.6%*	33.7%
NPF-Debt Sub-fund	377.8	135.4476	5.2%	5.0%	5.5%	17.3%	10.2%
NPF-Money Market Sub-fund	332.0	122.9843	3.7%	4.7%	4.9%	7.8%	6.7%

\* Cumulative Returns  
All Other returns are annualized

The performance reported is net of management fee & all other expenses.

General Information		Investment Objective
Launch Date:	July 2, 2013	To provide a secure source of savings and regular income after retirement to the Participants.
Fund size:	Rs. 1,273 million	
Type:	Open-end – Voluntary Pension Scheme	<b>Fund Manager's Commentary</b>
Dealing Days:	Daily – Monday to Friday	
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M	<b>During the month of June:</b>
Pricing Mechanism:	Forward Pricing	NPF Equity Sub-fund unit price increased by 2.1% compared with 4.8% increased in KSE-100 Index. The Sub-fund was around 93% invested in equities with major weights in Oil & Gas Exploration, Cement, and Commercial Banks sectors. Equity Sub-fund maintains exposure of atleast 90% in listed equities on average. Last 90 days average allocation in equity was 97% of net asset.
Front end Load:	Upto 3% on Contributions	NPF Debt Sub-fund generated annualized return of 5.2%. The Sub-fund was invested primarily in Government securities and TFCs. Debt Sub-fund maintains a minimum combined exposure of 50% in Government Securities (25% minimum) and AA+ rated banks. Weighted Average Maturity of Sub-fund is 0.8 year.
Back end Management Fee:	0%	NPF Money Market Sub-fund generated annualized return of 3.7%. In line with its investment strategy, the Sub Fund will maintain high exposure in money market securities. Money Market Sub-fund average maturity cannot exceed 90 days. Weighted Average Maturity of Sub-fund is 17 days.
Risk Profile:	On average Annual Net Assets of each Sub-fund.	
Custodian & Trustee:	Equity 1.50% Debt 1.50%	
Auditors:	Money Market 1.50%	
Fund Manager:	Investor dependent	
Minimum Subscription:	Central Depository Company (CDC)	
Asset Manager Rating:	KPMG Taseer Hadi & Co. Chartered Accountants	
Leverage:	Sajjad Anwar, CFA Initial: Rs. 10,000/- Subsequent: Rs. 1,000/- AM2++ by PACRA (High Investment Management Standards)	

Credit Quality of the Portfolio (as on 30 June, 2016)		
	Debt	Money Market
Government Securities (AAA rated)	73.1%	-
AAA	0.6%	18.6%
AA+	19.6%	1.4%
AA	-	5.9%
AA-	5.1%	18.9%
A+	-	54.6%
Others	1.6%	0.6%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

Asset Allocation (% of Total Assets)		
	30-June-16	31-May-16
<b>Equity Sub-fund</b>		
Equity	93.2%	96.1%
Cash Equivalents	6.5%	3.6%
Others	0.3%	0.3%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Debt Sub-fund</b>		
Cash Equivalents	13.6%	9.9%
TFC/Sukuk	11.7%	12.4%
PIBs	12.2%	12.8%
T-Bills	60.9%	63.4%
Others	1.6%	1.5%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Money Market Sub-fund</b>		
Cash Equivalents	81.3%	83.0%
Bank Placement	18.1%	15.7%
Others	0.6%	1.3%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

WORKERS' WELFARE FUND (WWF)			
NPF has maintained provisions against Workers' Welfare Fund's liability in individual sub-Funds as stated below:			
	Total amount Provided Rs	Amount Per Unit Rs	Last One Year return would otherwise have been higher by:
Equity Sub-Fund	2,346,729	1.0057	0.48%
Debt Sub-Fund	809,223	0.2901	0.23%
Money Market Sub-Fund	351,954	0.1304	0.11%

For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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 63 of the Income Tax Ordinance, 2001.

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Investment Objective
To provide a secure source of savings and regular income after retirement to the Participants.

### Fund Manager's Commentary

**During the month of June:**

NPF Equity Sub-fund unit price increased by 2.1% compared with 4.8% increased in KSE-100 Index. The Sub-fund was around 93% invested in equities with major weights in Oil & Gas Exploration, Cement, and Commercial Banks sectors. Equity Sub-fund maintains exposure of atleast 90% in listed equities on average. Last 90 days average allocation in equity was 97% of net asset.

NPF Debt Sub-fund generated annualized return of 5.2%. The Sub-fund was invested primarily in Government securities and TFCs. Debt Sub-fund maintains a minimum combined exposure of 50% in Government Securities (25% minimum) and AA+ rated banks. Weighted Average Maturity of Sub-fund is 0.8 year.

NPF Money Market Sub-fund generated annualized return of 3.7%. In line with its investment strategy, the Sub Fund will maintain high exposure in money market securities. Money Market Sub-fund average maturity cannot exceed 90 days. Weighted Average Maturity of Sub-fund is 17 days.

Top Five Sectors (% of Total Assets) (as on 30 June, 2016)	
Oil & Gas Exploration	14.4%
Cement	12.9%
Commercial Banks	12.3%
Fertilizer	10.4%
Textile Composite	7.3%
Others	35.9%

Top Ten Holdings of Equity Sub-fund (as on 30 June, 2016)	
Name	(% of Total Assets)
Engro Corporation Ltd	6.2%
Mari Petroleum Company Ltd	4.6%
Nishat Mills Ltd	4.2%
Pakistan State Oil Co. Ltd	4.0%
Habib Bank Ltd	3.8%
Pak Petroleum Ltd	3.7%
Lucky Cement Ltd	3.7%
Pakistan Oilfields Ltd	3.5%
United Bank Ltd	3.2%
Kot Addu Power Co Ltd	2.9%

Top TFC/Sukuk Holdings of Debt Sub-fund	
Name	(% of Total Assets)
Jahangir Siddiqui and Company Ltd 08-APR-14	5.2%
Askari Commercial Bank Limited 30-SEP-14 30-SEP-24	4.8%
Jahangir Siddiqui and Company Ltd. (Pre IPO) 16-MAY-16 16-MAY-21	0.8%
Standard Chartered Bank (Pakistan) Limited IV	0.6%
Faysal Bank Limited III	0.3%
<b>Total</b>	<b>11.7%</b>

Name of the Members of Investment Committee	
Dr. Amjad Waheed, CFA	
Sajjad Anwar, CFA	
Muhammad Ali Bhabha, CFA, FRM, Syed Suleman Akhtar, CFA,	
Asim Wahab Khan, CFA, Muhammad Imran, CFA, ACCA	

Performance %							
	Fund Size (Rs. in mn)	NAV Per Unit (Rs.) June 30, 2016	June 2016	CYTD 2016	FY 2016	FY 2015	Since Launch July 02, 2013
NIPF-Equity Sub-fund	433.1	243.0699	2.3%*	12.9%*	16.9%*	51.5%*	34.2%
NIPF-Debt Sub-fund	279.7	119.6465	1.3%	3.1%	3.8%	5.6%	5.8%
NIPF-Money Market Sub-fund	152.4	119.7025	3.0%	3.8%	3.9%	6.2%	5.9%

\* Cumulative Returns  
All Other returns are annualized

The performance reported is net of management fee & all other expenses.

General Information		Investment Objective
Launch Date:	July 2, 2013	To provide a secure source of savings and regular income after retirement to the Participants.
Fund Size:	Rs. 865 million	
NAFA Islamic Pension Fund-NIPF Type:	Open-end – Shariah Compliant Voluntary Pension Scheme	Fund Manager's Commentary
Dealing Days:	Daily – Monday to Friday	During the month of June:
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M	
Pricing Mechanism:	Forward Pricing	NIPF Equity Sub-fund unit price increased by 2.3% compared with 4.6% increased in KMI-30 Index. The Sub-fund was around 90% invested in equities with major weights in Cement, Fertilizer, and Oil & Gas Exploration Companies sectors. Equity Sub-fund maintains exposure of at least 90% in listed equities on average. Last 90 days average allocation in equity was 95% of net asset.
Front end Load:	Upto 3% on Contributions	
Back end Management Fee:	0%	NIPF Debt Sub-fund generated annualized return of 1.3%. The Sub-fund was invested primarily in GoP Ijara Sukuks and Islamic bank deposits. Debt Sub-fund maintains a minimum combined exposure of 50% in Islamic Government Securities (25% minimum) and A+ rated Islamic banks / AA rated Islamic windows. Weighted Average Maturity of Sub-fund is 0.9 year.
	On average Annual Net Assets of each Sub-fund.	
	Equity 1.50%	NIPF Money Market Sub-fund generated annualized return of 3%. The Sub-fund was invested primarily in Islamic bank deposits. Money Market Sub-fund average maturity cannot exceed 1 year. Weighted Average Maturity of Sub-fund is 0.2 year.
	Debt 1.50%	
	Money Market 1.50%	
Risk Profile:	Investor dependent	
Custodian & Trustee:	Central Depository Company (CDC)	
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants	
Fund Manager:	Sajjad Anwar, CFA	
Minimum Subscription:	Initial: Rs. 10,000/- Subsequent: Rs. 1,000/-	
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)	
Leverage	Nil	

Credit Quality of the Portfolio (as on 30 June 2016)		
	Debt	Money Market
Government Securities (AAA rated)	41.0%	9.8%
AAA	24.7%	25.1%
AA+	17.1%	17.6%
AA	3.1%	2.9%
AA-	-	17.4%
A+	13.0%	26.2%
Others	1.1%	1.0%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

Asset Allocation (% of Total Assets)		
Equity Sub-fund	30-June-16	31-May-16
Equity	90.2%	94.3%
Cash Equivalents	9.4%	5.4%
Others including receivables	0.4%	0.3%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Debt Sub-fund	30-June-16	31-May-16
Cash Equivalents	57.9%	54.3%
GOP Ijara Sukuk	41.0%	43.5%
Others	1.1%	2.2%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Money Market Sub-fund	30-June-16	31-May-16
Cash Equivalents	89.2%	87.7%
GOP Ijara Sukuk	9.8%	10.6%
Others	1.0%	1.7%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

WORKERS' WELFARE FUND (WWF)			
NIPF has maintained provisions against Workers' Welfare Fund's liability in individual sub-Funds as stated below:			
	Total amount Provided Rs	Amount Per Unit Rs	Last One Year return would otherwise have been higher by:
Equity Sub-Fund	1,341,944	0.7531	0.36%
Debt Sub-Fund	182,708	0.0782	0.07%
Money Market Sub-Fund	137,561	0.1080	0.09%

For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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 63 of the Income Tax Ordinance, 2001.

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Top Five Sectors (% of Total Assets) (as on 30 June, 2016)	
Cement	16.0%
Fertilizer	14.1%
Oil & Gas Exploration Companies	13.7%
Oil & Gas Marketing Companies	8.9%
Textile Composite	5.6%
Others	31.9%

Top Ten Holdings of Equity Sub-fund (as on 30 June, 2016)			
Name	(% of Total Assets)	Name	(% of Total Assets)
Engro Corporation Ltd	7.3%	Pakistan Oilfields Ltd	3.8%
Pakistan State Oil Co. Ltd	6.3%	Dawood Hercules Corporation Ltd	3.2%
Mari Gas Company Ltd	5.2%	Fauji Cement Company Ltd	3.1%
Pakistan Petroleum Ltd	4.8%	Kohinoor Textile Mills Ltd	3.0%
Lucky Cement Ltd	4.5%	Hub Power Company Ltd	3.0%

Name of the Members of Investment Committee	
Dr. Amjad Waheed, CFA	
Sajjad Anwar, CFA	
Syed Suleman Akhtar, CFA,	
Asim Wahab Khan, CFA, Muhammad Ali Bhabha, CFA, FRM,	



## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	Since Launch March 05, 2014*
NAFA Islamic Principal Protected Fund-I (NIPPF-I)	1.3%	5.0%	4.2%	21.3%	11.9%
Benchmark	2.5%	7.9%	7.7%	11.0%	9.6%

\* 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:	March 5, 2014
Fund Size:	Rs. 687 million
Type:	Open-end Shariah Compliant -Capital Protected Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Back end: 0%
Management Fee:	2% per annum
Risk Profile:	Low
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	Daily weighted return of KMI-30 index & Islamic Bank Deposits based on Fund's actual allocation.
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

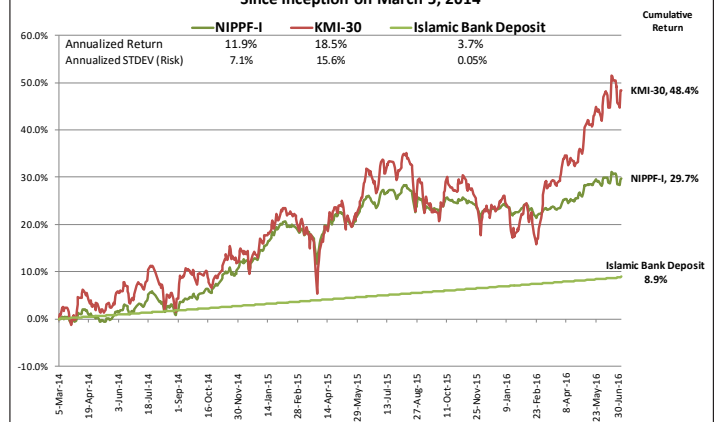
## Investment Objective

The objective of NAFA Islamic Principal Protection Fund-I is to earn a potentially high return through dynamic asset allocation between shariah compliant Equities and Money Market investment avenues, while providing principal protection.

## Fund Manager's Commentary

Since inception, NIPPF- I has generated a cumulative return of 29.7% versus 23.8% return of the Benchmark. The current equity exposure stands at around 43%. During the month, maximum multiplier stood at 2.4 whereas minimum multiplier was 2.0. Key holdings of the Fund belong to Cement, Oil & Gas Exploration Companies, and Power Generation & Distribution sectors. The Fund can invest up to 50% in equities subject to cushion availability. We are confident that the Fund will generate good returns considering the improved macroeconomic and political outlook and built in dynamic equity allocation mechanism of the Fund.

Relative Performance of NAFA Islamic Principal Protected Fund-I (NIPPF-I) Since Inception on March 5, 2014



## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

	30-June-16	31-May-16
Equities / Stocks	42.8%	47.6%
Cash	56.4%	51.2%
Others including receivables	0.8%	1.2%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NIPPF-I	9.7	2.5	5.3%
KMI-30	10.5	2.5	5.7%

\*\* Based on NAFA's estimates

## Top Five Sectors (% of Total Assets) (as on 30 June, 2016)

Cement	7.1%
Oil & Gas Exploration Companies	7.0%
Power Generation & Distribution	5.1%
Oil & Gas Marketing Companies	4.9%
Fertilizer	4.4%
Others	14.3%

## Top Ten Holdings (as on 30 June, 2016)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Pak Petroleum Ltd	Equity	3.3%	Hub Power Company Ltd	Equity	2.4%
Indus Motor Company Ltd	Equity	3.3%	Engro Corporation Ltd	Equity	2.2%
Pakistan State Oil Co. Ltd	Equity	2.9%	Lucky Cement Ltd	Equity	1.8%
Pakistan Oilfields Ltd	Equity	2.8%	Attock Cem.Pak.Ltd	Equity	1.5%
Kot Addu Power Co Ltd	Equity	2.7%	Engro Fertilizer Ltd	Equity	1.4%

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Syed Suleman Akhtar, CFA  
Asim Wahab khan, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Muhammad Imran, CFA, ACCA

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 7,552,236/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 1.2054/1.12%. For details investors are advised to read Note 6 of the Financial Statements of the Scheme for the period ended March 31, 2016.From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs.112.1953

June 2016

## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	FY 2015	Since Launch June 27, 2014*
NAFA Islamic Principal Protected Fund-II (NIPPF-II)	1.2%	6.2%	3.3%	21.0%	11.8%
Benchmark	3.3%	10.8%	8.9%	12.2%	10.6%

\* 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

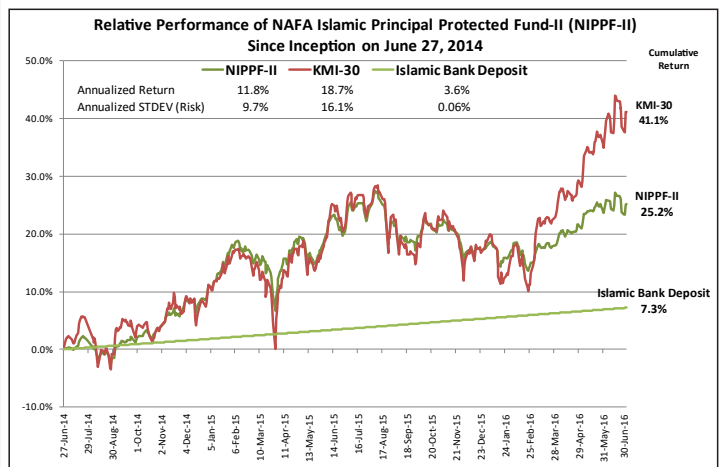
Launch Date:	June 27, 2014
Fund Size:	Rs. 1,084 million
Type:	Open-end Shariah Compliant -Capital Protected Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Back end: 0%
Management Fee:	2% per annum
Risk Profile:	Low
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	Daily weighted return of KMI-30 index & Islamic Bank Deposits based on Fund's actual allocation.
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

The objective of NAFA Islamic Principal Protection Fund-II is to earn a potentially high return through dynamic asset allocation between Shariah compliant Equities and Money Market investment avenues, while providing principal protection.

## Fund Manager's Commentary

Since inception, NIPPF- II has generated a cumulative return of 25.2% versus 22.6% return of the Benchmark. The current equity exposure stands at around 53%. During the month, maximum multiplier stood a 4.0 whereas minimum multiplier was 3.0. Key holdings of the Fund belong to Cement, Oil & Gas Marketing Companies, and Textile Composite. The Fund can invest up to 100% in equities subject to cushion availability. We are confident that the Fund will continue to generate good returns considering the improved macroeconomic and political outlook and built in dynamic equity allocation mechanism of the Fund.



## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

Equities / Stocks	52.6%	64.6%
Cash Equivalents	46.9%	34.6%
Others including receivables	0.5%	0.8%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NIPPF-II	8.9	2.5	5.1%
KMI-30	10.5	2.5	5.7%

\*\* Based on NAFA's estimates

## Top Five Sectors (% of Total Assets) (as on 30 June, 2016)

Cement	8.8%
Oil & Gas Marketing Companies	7.5%
Textile Composite	7.0%
Oil & Gas Exploration Companies	6.3%
Fertilizer	6.0%
Others	17.0%

## Top Ten Holdings (as on 30 June, 2016)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Engro Corporation Ltd	Equity	4.0%	Attock Petroleum Ltd	Equity	2.5%
Kohinoor Textile Mills Ltd	Equity	3.7%	Lucky Cement Ltd	Equity	2.4%
Nishat Mills Ltd	Equity	3.3%	Pak Petroleum Ltd	Equity	2.3%
Pakistan State Oil Co. Ltd	Equity	3.1%	Hub Power Company Ltd	Equity	2.2%
Pakistan Oilfields Ltd	Equity	3.0%	Kot Addu Power Co Ltd	Equity	2.1%

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 5,069,719,-/If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.5172/0.48%. For details investors are advised to read Note 6 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

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# NAFA Islamic Principal Preservation Fund (NIPPF)



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs.102.1626

June 2016

## Performance %

Performance Period	June 2016	CYTD 2016	FY 2016	Since Launch January 09, 2015*
NAFA Islamic Principal Preservation Fund (NIPPF)	0.6%	3.1%	4.0%	6.2%
Benchmark	1.7%	5.0%	3.6%	5.5%

\* 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 9, 2015
Fund Size:	Rs. 1,324 million
Type:	Open End Shariah Compliant Fund of Funds
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Back end Load:	1% in year 1, 0.5% in year 2 and no load beyond 2 years
Management Fee:	1) On invested amount in NAFA fund, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Risk Profile:	Low
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	Daily weighted return of KMI-30 index & Islamic Bank Deposits based on Fund's actual allocation.
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

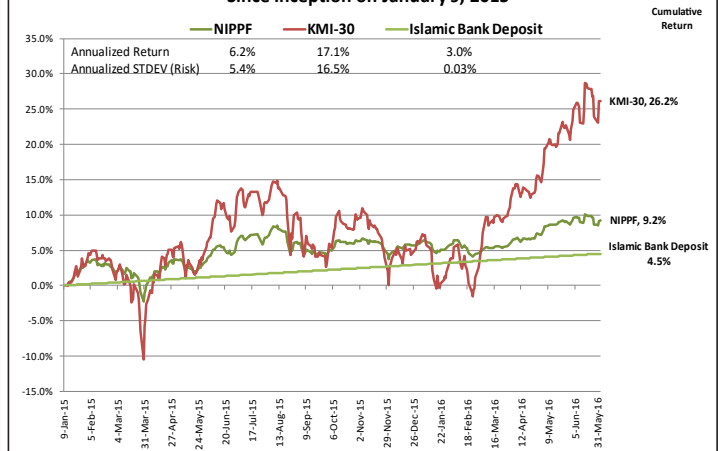
## Investment Objective

The objective of NAFA Islamic Principal Preservation Fund is to earn a potentially high return through dynamic asset allocation between Shariah compliant equity related, and Shariah compliant income/ money market Collective Investment Schemes, while providing principal preservation.

## Fund Manager's Commentary

Since inception, NIPPF has generated a cumulative return of 9.2% versus 8.2% return of the Benchmark. The current exposure in equity/asset allocation funds stands at around 29%. During the month, maximum multiplier stood at 4.8 whereas minimum multiplier was 3.6. The Fund can invest up to 100% in equity related funds subject to cushion availability. We are confident that the Fund will generate good returns considering the improved macroeconomic and political outlook and built in dynamic equity allocation mechanism of the Fund.

### Relative Performance of NAFA Islamic Principal Preservation Fund (NIPPF) Since Inception on January 9, 2015



## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

Asset Allocation (% of Total Assets)	30-June-16	31-May-16
Islamic Stock Fund	20.2%	22.2%
Islamic Asset Allocation Fund	9.1%	12.2%
Cash	69.4%	64.6%
Others including receivables	1.3%	1.0%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NIAAF	9.3	2.8	4.7%
NISF	9.1	2.8	4.3%
KMI-30	10.5	2.5	5.7%

\*\* Based on NAFA's estimates

## Top Holdings (%age of total assets) (as on 30 June, 2016)

NAFA Islamic Stock Fund	20.2%
NAFA Islamic Asset Allocation Fund	9.1%
<b>Total</b>	<b>29.3%</b>

## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 1,767,381/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.1358/0.14%. For details investors are advised to read the Note 6 of the Financial Statements of the Scheme for the period ended March 31, 2016. From July 01, 2015 Workers Welfare Fund (WWF) is not being charged.

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.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Muhammad Imran, CFA, ACCA

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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs.110.7339

June 2016

## Performance \*

Performance Period %	June 2016	Since Launch January 15, 2016
NAFA Islamic Active Allocation Plan-I	1.9%	10.7%
Benchmark	4.1%	15.9%

\* Cumulative Return

[Returns are net of management fee & all other expenses]

## General Information

Launch Date:	January 15, 2016
Fund Size:	Rs. 852 million
Type:	Open Ended Shariah Compliant Fund of Funds
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Back end Load:	Nil
Management Fee:	1) On invested amount in NAFA fund, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Risk Profile	Low to moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	Daily weighted return of KMI-30 index & 6 month deposit rate of A- and above rated Islamic banks and windows based on actual investment.
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

The objective of the Fund is to provide investors an opportunity to earn attractive return from an actively managed portfolio of Shari'ah Compliant Equity Fund and Income Fund.

## Fund Manager's Commentary

NAFA launched its NAFA Islamic Active Allocation Plan-I (NIAAP-I) in January, 2016 which is the first plan under NAFA Islamic Active Allocation Fund-I. The Active Allocation Plan will be dynamically managed between dedicated equity related and Income schemes managed by NAFA based on the Fund Manager's outlook of the authorized asset-classes. The Plan is presently closed for new subscription. NIAAP-I has an initial maturity of two years.

Since inception, NIAAP-I has generated a return of 10.7% versus 15.9% return of the Benchmark. The current exposure in Equity Fund and Income Fund stands at 79.8% & 20.1% respectively. The Plan can invest up to 100% in equity funds. We are confident that the Plan will generate good returns considering the improved macroeconomic and political outlook and dynamic equity allocation mechanism of the Fund.

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

Asset Allocation (% of Total Assets)	30-June-16	31-May-16
Shariah Compliant Funds	99.9%	97.3%
Cash Equivalents	0.0%	2.6%
Others including receivables	0.1%	0.1%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NIAAEF	9.3	2.7	4.5%
KMI-30	10.5	2.5	5.7%

\*\* Based on NAFA's estimates

## Top Holdings (%age of total assets) (as on 30 June, 2016)

NAFA Islamic Active Allocation Equity Fund	79.8%
NAFA Active Allocation Riba Free Savings Fund	20.1%
<b>Total</b>	<b>99.9%</b>

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.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs.107.4417

June 2016

## Performance\*

Performance Period %	June 2016	Since Launch March 04, 2016
NAFA Islamic Active Allocation Plan-II	1.9%	7.4%
Benchmark	3.4%	10.4%

\* Cumulative Returns

[Returns are net of management fee & all other expenses]

## General Information

Launch Date:	March 04, 2016
Fund Size:	Rs. 702 million
Type:	Open Ended Shariah Compliant Fund of Funds
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Back end Load:	Nil
Management Fee:	1) On invested amount in NAFA fund, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Risk Profile	Low to moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	Daily weighted return of KMI-30 index & 6 month deposit rate of A- and above rated Islamic banks and windows based on actual investment.
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

The objective of the Fund is to provide investors an opportunity to earn attractive return from an actively managed portfolio of Shari'ah Compliant Equity Fund and Income Fund.

## Fund Manager's Commentary

NAFA launched its NAFA Islamic Active Allocation Plan-II (NIAAP-II) in March 2016 which is the second plan under NAFA Islamic Active Allocation Fund-I. The Active Allocation Plan will be dynamically managed between dedicated equity related and Income schemes managed by NAFA based on the Fund Manager's outlook of the authorized asset-classes. The Plan is presently closed for new subscription. NIAAP-II has an initial maturity of two years.

Since inception, NIAAP- II has generated a return of 7.4% versus 10.4% return of the Benchmark. The current exposure in Equity Fund and Income Fund stands at 75.7% & 23.2% respectively. The Plan can invest up to 100% in equity funds. We are confident that the Plan will generate good returns considering the improved macroeconomic and political outlook and dynamic equity allocation mechanism of the Fund.

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

Asset Allocation (% of Total Assets)	30-June-16	31-May-16
Shariah Compliant Funds	98.9%	95.8%
Cash Equivalents	1.0%	4.1%
Others including receivables	0.1%	0.1%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NIAAEF**	9.3	2.7	4.5%
KMI-30	10.5	2.5	5.7%

\*\* Based on NAFA's estimates

## Top Holdings (% age of total assets) (as on 30 June, 2016)

NAFA Islamic Active Allocation Equity Fund	75.7%
NAFA Active Allocation Riba Free Savings Fund	23.2%
<b>Total</b>	<b>98.9%</b>

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.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs. 100.0827

June 2016

## Performance\*

Performance Period %	Since Launch June 28, 2016*
NAFA Islamic Active Allocation Plan-III	0.08%
Benchmark	0.69%

\* Cumulative Returns [Returns are net of management fee & all other expenses]

## General Information

Launch Date:	June 28, 2016
Fund Size:	Rs. 1,287 million
Type:	Open Ended Shariah Compliant Fund of Funds
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Back end Load:	Nil
Management Fee:	1) On invested amount in NAFA fund, no additional fee. 2) Cash in Bank account: 1.25% p.a.
Risk Profile	Low to moderate
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	Daily weighted return of KMI-30 index & 6 month deposit rate of A- and above rated Islamic banks and windows based on actual investment.
Fund Manager:	Sajjad Anwar, CFA
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

The objective of the Fund is to provide investors an opportunity to earn attractive return from an actively managed portfolio of Shari'ah Compliant Equity Fund and Income Fund.

## Fund Manager's Commentary

NAFA launched its NAFA Islamic Active Allocation Plan-III (NIAAP-III) this June which is the third plan under NAFA Islamic Active Allocation Fund-I. The Active Allocation Plan will be dynamically managed between dedicated equity related and Income schemes managed by NAFA based on the Fund Manager's outlook of the authorized asset-classes. NIAAP-III has an initial maturity of two years.

Since inception, NIAAP-III has generated a return of 0.08% versus 0.69% return of the Benchmark. The current exposure in Income Fund and Equity Fund stands at 33.2% & 20.6% respectively. The Plan can invest up to 100% in equity funds. We are confident that the Plan will generate good returns considering the improved macroeconomic and political outlook and dynamic equity allocation mechanism of the Fund.

## Asset Allocation (% of Total Assets)

30-June-16

Shariah Compliant Funds	53.8%
Cash Equivalents	46.1%
Others including receivables	0.1%
<b>Total</b>	<b>100.0%</b>
Leverage	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NIAAEF**	9.3	2.7	4.5%
KMI-30	10.5	2.5	5.7%

\*\* Based on NAFA's estimates

## Top Holdings (% age of total assets) (as on 30 June, 2016)

NAFA Active Allocation Riba Free Savings Fund	33.2%
NAFA Islamic Active Allocation Equity Fund	20.6%
<b>Total</b>	<b>53.8%</b>

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.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs.10.0157

June 2016

## Performance

Performance Period %*	June 2016	Since Launch January 18, 2016
NAFA Active Allocation Riba Free Savings Fund	4.4%	4.4%
Benchmark	4.7%	4.7%

\* 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:	January 18, 2016
Fund Size:	Rs. 997 Million
Type:	Open-end – Shariah Compliant Income Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Load:	Front end: 0% Back end: 0%
Management Fee:	1.25% per annum
Risk Profile:	Low
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	Average of 6-Month deposit rates (A- & above rated Islamic banks)
Fund Manager:	Muhammad Ali Bhabha, CFA, FRM
Minimum Subscription	Rs. 10,000/-
Asset Manager Rating:	AM2++ by PACRA (High Investment Management Standards)

## Investment Objective

To earn a reasonable rate of return along with a high degree of liquidity by investing in short-term Shari'ah compliant banks deposits and money market/debt securities.

## Fund Manager's Commentary

During the month under review, the Fund has generated an annualized return of 4.4% against the benchmark return of 4.7%. The performance is net of management fee and all other expenses.

The Fund aims to consistently generate 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. The Fund is allowed to invest in shariah compliant Government Securities of maturity up to 3 years as well as Shariah compliant money market and debt securities of up to 2 years maturity rated AA- or better.

Around 33.5% of the portfolio is allocated in bank deposits. The higher allocation in bank deposits is due to better yields as compared to other authorized alternative investment avenues. The weighted average time-to-maturity of the Fund is 1 day.

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

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

Asset Allocation (% of Total Assets)	30-June-16	31-May-16
Bank Deposits	33.5%	99.0%
Other including receivables	66.5%	1.0%
Total	100.0%	100.0%
Leverage	Nil	Nil

## Credit Quality of the Portfolio as of June 30, 2016 (% of Total Assets)

AAA	17.5%
A+	0.5%
A-	15.5%
Other including receivables	66.5%
Total	100.0%

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
Syed Suleman Akhtar, 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.

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MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/06/2016): Rs.11.6690

June 2016

## Performance\*

Performance Period %	June 2016	Since Launch January 18, 2016
NAFA Islamic Active Allocation Equity Fund	2.8%	18.8%
Benchmark	4.6%	26.7%

\* Cumulative 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:	January 18, 2016
Fund Size:	Rs. 1,636 million
Type:	Open Ended Shariah Compliant Equity Scheme
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Load:	Front end-0% Back end-0%
Management Fee:	2% p.a
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:	AM2++ by PACRA ( High Investment Management Standards)

## 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's Commentary

NAFA launched its second open-end Islamic Equity Fund namely NAFA 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 93% in equities, which decreased to around 70% due to fund to fund transfer at the end of the month. NIAAEF underperformed the Benchmark in June as the Fund was underweight in select Pharmaceuticals sectors stocks which outperformed the market and overweight in select Automobile Assembler, Oil & Gas Marketing Companies, and Engineering sectors stocks which underperformed the market. During the month, the allocation was primarily increased in Fertilizer, and Glass & Ceramics sectors whereas it was reduced primarily in Cement, Automobile Assembler, Oil & Gas Exploration Companies, Pharmaceuticals, and Paper & Board sectors.

## Top Ten Holdings (as on 30 June, 2016)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Engro Corporation Ltd	Equity	5.8%	Pakistan Oilfields Ltd	Equity	3.1%
Pakistan State Oil Co Ltd	Equity	4.7%	Attock Cement Pak Ltd	Equity	3.1%
Lucky Cement Ltd	Equity	3.5%	Mari Petroleum Company Ltd	Equity	3.0%
Nishat Mills Ltd	Equity	3.4%	Hub Power Company Ltd	Equity	2.8%
D G Khan Cement Co	Equity	3.1%	Fauji Cement Company Ltd	Equity	2.6%

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

Equities / Stocks	69.7%	93.2%
Cash Equivalents	25.0%	6.2%
Others including receivables	5.3%	0.6%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NIAAEF	9.3	2.7	4.5%
KMI-30	10.5	2.5	5.7%

\*\* Based on NAFA's estimates

## Top Five Sectors (% of Total Assets) (as on 30 June, 2016)

Cement	14.6%
Fertilizer	10.3%
Oil & Gas Exploration Companies	10.3%
Oil & Gas Marketing Companies	7.3%
Power Generation & Distribution	6.8%
Others	20.4%

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.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

## Performance %\*

Performance Period	June 2016	Since Launch April 21, 2016
NAFA Islamic Energy Fund	2.7%	9.5%
Benchmark	4.6%	12.2%

\* Cumulative Return (Returns are net of management fee & all other expenses)

## General Information

Launch Date:	April 21, 2016
Fund Size:	Rs. 1,033 million
Type:	Open Ended Shariah Compliant Equity Scheme
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Load:	Front end 3% (Nil on investment above Rs 50 million) Back end - 0%
Management Fee:	2% p.a
Risk Profile	High
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	KMI-30 Index
Fund Manager:	Asim Wahab Khan, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2++ by PACRA ( High Investment Management Standards)

## Investment Objective

The objective of NAFA Islamic Energy Fund is to provide investors with long term capital growth from an actively managed portfolio of Shari'ah Compliant listed equities belonging to the Energy Sector.

## Fund Manager's Commentary

NAFA launched its third open-end Islamic Equity Fund namely NAFA Islamic Energy Fund (NIEF) in April 2016. The aim of the Fund is to provide growth to the investment of Unit holders over the long-term in approved Shariah compliant energy stocks.

NIEF started off the month with an allocation of around 81% in equities, which decreased to around 70% due to fund to fund transfer at the end of the month. NIEF underperformed the Benchmark in June as the Fund was overweight in Energy sectors stocks which underperformed the market. During the month, the allocation was decreased in Oil & Gas Exploration Companies, Oil & Gas Marketing Companies, Power Generation & Distribution, and Refinery sectors.

## Top Ten Holdings (as on 30 June, 2016)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Mari Petroleum Co Ltd	Equity	10.5%	Kot Addu Power Co Ltd	Equity	5.0%
Pakistan State Oil Co. Ltd	Equity	9.4%	Sui Northern Gas Ltd	Equity	4.3%
Pakistan Oilfields Ltd	Equity	8.1%	K-Electric Ltd	Equity	3.8%
Pak Petroleum Ltd	Equity	7.7%	Attock Refinery Ltd	Equity	3.8%
Oil & Gas Dev Co Ltd	Equity	5.1%	Shell Pakistan Ltd	Equity	3.8%

## Asset Allocation (% of Total Assets) 30-June-16 31-May-16

Equities / Stocks	70.3%	81.6%
Cash Equivalents	9.9%	17.7%
Others including receivables	19.8%	0.7%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NIEF	9.3	2.8	4.8%
KMI-30	10.5	2.5	5.7%

\*\* Based on NAFA's estimates

## Sectors (% of Total Assets) (as on 30 June, 2016)

Oil & Gas Exploration Companies	31.3%
Oil & Gas Marketing Companies	20.5%
Power Generation & Distribution	12.1%
Refinery	6.4%

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.

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA  
Muhammad Imran, CFA, ACCA

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