



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/07/2015): Rs. 10.3797

July 2015

Performance %			
Performance Period	July 2015	Rolling 12 Months Aug 14-Jul 15	Since Launch July 10, 2014*
NAFA Government Securities Savings Fund	10.4%	14.3%	14.1%
Benchmark	6.4%	9.0%	9.0%

* Annualized Return Based on Morning Star Methodology
All other returns are Annualized Simple Return [Net of management fee & all other expenses]

General Information	
Launch Date:	July 10, 2014
Fund Size:	Rs. 310 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:	1.0% per annum
Risk Profile:	Low
Fund stability rating:	"AA- (f)" by PACRA
Listing:	Lahore 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 10.4% against the benchmark return of 6.4%, outperformance of the Fund during the month is due to mark to market gain on PIB holdings. Since its launch in July 2014, the Fund offered an annualized return of 14.1% against the Benchmark return of 9.0%, hence an outperformance of 5.1% 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 at least 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 around 57.9% of the Total Assets and 65.2% of Net Assets at the end of the month with average time to maturity of 1.96 years and Yield to Maturity of 7.3% p.a. Last one year allocation in Government Securities was around 78.3%. The weighted average time-to-maturity of the Fund is 1.3 years.

During the month, SBP maintained the Discount Rate in its Monetary Policy announcement on July 25, 2015, which was in line with market expectation. We will rebalance the allocation of the fund proactively based on the capital market outlook. As per the latest amendments in tax laws the Fund is not required to provide for Workers Welfare Fund (WWF) from July 01, 2015 that will improve the performance of the Fund.

Asset Allocation (% of Total Assets)	31-July-15	30-June-15
PIBs	46.6%	6.0%
Tbills	11.3%	30.0%
Bank Deposits	39.8%	24.6%
Other including receivables	2.3%	39.4%
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. 1,621,195/- If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs.0.0543/0.60%. For details investors are advised to read note 11 of the Financial Statements of the Scheme for the period ended March 31, 2015.

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. The performance reported is based on dividend reinvestment (gross of withholding tax where applicable)
2) Taxes apply. Further, tax credit also available as per section 62 of Income Tax Ordinance.

Credit Quality of the Portfolio as of July 31, 2015 (% of Total Assets)

