

# NAFA Islamic Principal Protected Fund-II (NIPPF-II)



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/12/2015): Rs.115.5349

December 2015

## Performance %

Performance Period	Dec 2015	FYTD 2016	Rolling 12 Months Jan 15 - Dec 15	FY 2015	Since Launch* June 27, 2014
NAFA Islamic Principal Protected Fund-II (NIPPF-II)	1.3%	(2.7%)	8.1%	21.0%	11.5%
Benchmark	2.1%	(1.8%)	5.6%	12.2%	6.9%

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

## General Information

Launch Date:	June 27, 2014
Fund Size:	Rs. 1,205 million
Type:	Shariah Compliant - Open-end - 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 05:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Back end: 0%
Management Fee:	2% per annum
Risk Profile:	Low
Listing:	Lahore 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 17.9% versus 10.6% return of the Benchmark. The current equity exposure stands at around 52%. During the month, maximum multiplier stood a 4.2 whereas minimum multiplier was 3.7. Key holdings of the Fund belong to Oil & Gas Marketing Companies, Cement, and Power Generation & Distribution sectors. 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) 31-Dec-15 30-Nov-15

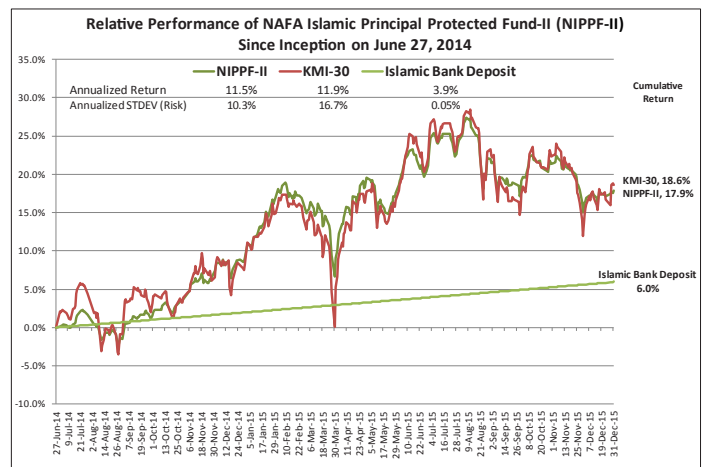
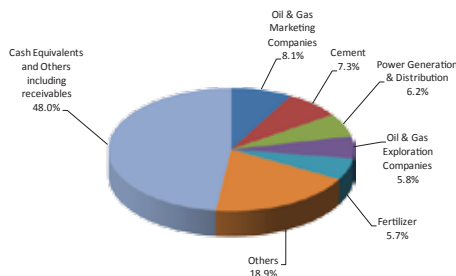
	31-Dec-15	30-Nov-15
Equities / Stocks	52.0%	56.2%
Cash Equivalents	47.4%	41.0%
Others including receivables	0.6%	2.8%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

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

	PER	PBV	DY
NIPPF-II	8.2	2.4	5.7%
KMI-30	9.3	2.5	6.2%

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

## Asset Allocation (% of Total Assets) (as on 31 Dec, 2015)



## Top Ten Holdings (as on 31 Dec, 2015)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Kohinoor Textile Mills Ltd	Equity	4.2%	Pak Petroleum Ltd	Equity	2.7%
Pakistan State Oil Co Ltd	Equity	3.7%	Attock Petroleum Ltd	Equity	2.6%
Engro Corporation Ltd	Equity	3.6%	Lucky Cement Ltd	Equity	2.5%
Pakistan Oilfields Ltd	Equity	3.2%	Pak Suzuki Motor Co Ltd	Equity	2.2%
Kot Addu Power Co Ltd	Equity	3.0%	Engro Fertilizer Ltd	Equity	2.2%

## 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/ since inception return of scheme would be higher by Rs 0.4860/0.45%. For details investors are advised to read Note 7 of the Financial Statements of the Scheme for the period ended September 30, 2015. 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 Income Tax Ordinance.

## 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

**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 risk involved. Capital protection only applies to unit holders who hold their investments until initial maturity of two years.