

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



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/05/2016): Rs.113.3966

May 2016

## Performance %

Performance Period	May 2016	FYTD 2016	Rolling 12 Months June 15 - May 16	FY 2015	Since Launch June 27, 2014*
NAFA Islamic Principal Protected Fund-II (NIPPF-II)	1.9%	2.1%	5.2%	21.0%	11.7%
Benchmark	2.8%	5.4%	8.8%	12.2%	9.3%

\* 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. 1,187 million
Type:	Open-end Shariah Compliant -Capital Protected Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time (Ramadan):	(Mon - Thr) 8:30 A.M to 3:00 P.M (Friday) 8:30 A.M to 12:30 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 23.7% versus 18.7% return of the Benchmark. The current equity exposure stands at around 65%. During the month, maximum multiplier stood a 3.9 whereas minimum multiplier was 3.5. Key holdings of the Fund belong to Cement, Oil & Gas Exploration Companies, and Oil & Gas Marketing Companies. 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-May-16 29-Apr-16

	31-May-16	29-Apr-16
Equities / Stocks	64.6%	55.8%
Cash Equivalents	34.6%	43.3%
Others including receivables	0.8%	0.9%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

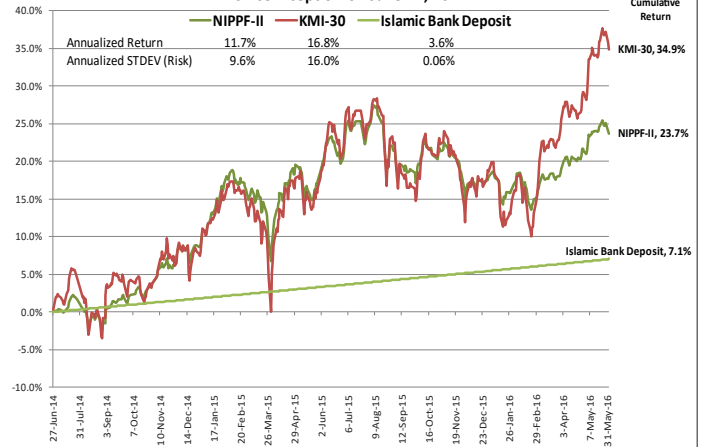
	PER	PBV	DY
NIPPF-II	8.7	2.4	5.2%
KMI-30	10.1	2.3	5.7%

\*\* Based on NAFA's estimates

## Top Five Sectors (% of Total Assets) (as on 31 May, 2016)

Cement	11.3%
Oil & Gas Exploration	9.1%
Oil & Gas Marketing	8.6%
Fertilizer	6.9%
Textile Composite	6.8%
Others	21.9%

## Relative Performance of NAFA Islamic Principal Protected Fund-II (NIPPF-II) Since Inception on June 27, 2014



## Top Ten Holdings (as on 31 May, 2016)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Engro Corporation Ltd	Equity	4.7%	Lucky Cement Ltd	Equity	3.4%
Pakistan State Oil Co Ltd	Equity	4.5%	Kohinoor Textile Mills Ltd	Equity	3.4%
Pakistan Oilfields Ltd	Equity	4.2%	Hub Power Company Ltd	Equity	2.9%
Pak Petroleum Ltd	Equity	3.8%	Kot Addu Power Co Ltd	Equity	2.8%
Nishat Mills Ltd	Equity	3.5%	Attock Petroleum 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/ last one year return of scheme would be higher by Rs 0.4841/0.45%. 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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