

| Performance Period                                  | Sep 2016 | FYTD 2017 | Rolling 12 Months Oct 15 - Sep 16 | FY 2016 | FY 2015 | Since Launch June 27, 2014* |
|---|----------|-----------|-----------------------------------|---------|---------|-----------------------------|
| NAFA Islamic Principal Protected Fund-II (NIPPF-II) | 3.1%     | 8.1%      | 15.1%                             | 3.3%    | 21.0%   | 14.3%                       |
| Benchmark   | (0.4%)   | 2.4%      | 15.3%                             | 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  | Investment Objective   |
|--|--|
| <p>Launch Date: June 27, 2014<br/>Fund Size: Rs. 928 million<br/>Type: Open-end Shariah Compliant -Capital Protected Fund<br/>Dealing Days: Daily – Monday to Friday<br/>Dealing Time: (Mon - Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M<br/>Settlement: 2-3 business days<br/>Pricing Mechanism: Forward Pricing<br/>Load: Back end: 0%<br/>Management Fee: 2% per annum<br/>Total Expense Ratio (%): 2.79% p.a. (including 0.36% government levies)<br/>Risk Profile: Low<br/>Listing: Pakistan Stock Exchange<br/>Custodian &amp; Trustee: Central Depository Company (CDC)<br/>Auditors: A. F. Ferguson &amp; Co. Chartered Accountants<br/>Benchmark: Daily weighted return of KMI-30 index &amp; Islamic Bank Deposits based on Fund's actual allocation.<br/>Fund Manager: Sajjad Anwar, CFA<br/>Asset Manager Rating: AM2++ by PACRA (High Investment Management Standards)</p> | <p>The objective of NAFA Islamic Principal Protected 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.</p> |

| Asset Allocation (% of Total Assets) | 30-Sep-16     | 31-Aug-16     |
|--------------------------------------|---------------|---------------|
| Equities / Stocks                    | 76.5%         | 71.9%         |
| Cash Equivalents                     | 21.5%         | 27.1%         |
| Others including receivables         | 2.0%          | 1.0%          |
| <b>Total</b>                         | <b>100.0%</b> | <b>100.0%</b> |
| Leverage                             | Nil           | Nil           |

| Characteristics of Equity Portfolio** |      |     |      |
|---------------------------------------|------|-----|------|
|                                       | PER  | PBV | DY   |
| NIPPF-II                              | 9.6  | 2.8 | 4.6% |
| KMI-30                                | 10.9 | 2.2 | 4.8% |

\*\* Based on NAFA's estimates

| Top Five Sectors (% of Total Assets) (as on 30 Sep, 2016) |       |
|---|-------|
| Oil & Gas Marketing Companies                             | 11.6% |
| Textile Composite   | 11.1% |
| Cement  | 10.9% |
| Oil & Gas Exploration Companies                           | 10.8% |
| Fertilizer  | 8.2%  |
| Others  | 23.9% |

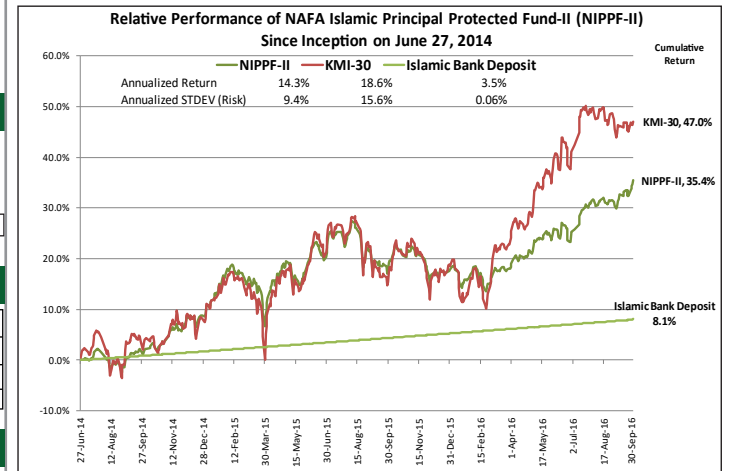
| WORKERS' WELFARE FUND (WWF)   |
|---|
| The scheme has maintained provision against Workers' Welfare Fund's liability to the tune of Rs 5,069,719,-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.6628/0.63%. For details investors are advised to read Note 16 of the Financial Statements of the Scheme for the year ended June 30, 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 risk involved. Capital protection only applies to unit holders who hold their investments until initial maturity of two years.

**Fund Manager's Commentary**

Since inception, NIPPF- II has generated a cumulative return of 35.4% versus 25.5% return of the Benchmark. The current equity exposure stands at around 77%. During the month, maximum multiplier stood a 3.6 whereas minimum multiplier was 3.2. Key holdings of the Fund belong to Oil & Gas Marketing Companies, Textile Composite and Cement. 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.



| Top Ten Holdings (as on 30 Sep, 2016) |             |                   |                         |             |                   |
|---------------------------------------|-------------|-------------------|-------------------------|-------------|-------------------|
| Name                                  | Asset Class | % of Total Assets | Name                    | Asset Class | % of Total Assets |
| Nishat Mills Ltd                      | Equity      | 6.5%              | Indus Motor Company Ltd | Equity      | 4.1%              |
| Pakistan State Oil Co. Ltd            | Equity      | 5.2%              | Shell Pakistan Ltd      | Equity      | 3.9%              |
| Kohinoor Textile Mills Ltd            | Equity      | 4.7%              | Pak Petroleum Ltd       | Equity      | 3.3%              |
| Engro Corporation Ltd                 | Equity      | 4.6%              | Attock Cem.Pak.Ltd      | Equity      | 3.0%              |
| Pakistan Oilfields Ltd                | Equity      | 4.2%              | Kot Addu Power Co Ltd   | Equity      | 2.9%              |

| 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                        |