

Performance

Performance Period	Aug 2016	FYTD 2017	Rolling 12 Months Sep 15 - Aug 16	FY 2016	Since Launch* January 09, 2015
NAFA Islamic Stock Fund	0.5%	7.9%	19.2%	12.9%	20.4%
Benchmark	(1%)	4.9%	20.0%	15.5%	18.6%

* 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:	January 9, 2015
Fund Size:	Rs. 2,912 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
Total Expense Ratio (%)	2.86% p.a.(including 0.38% government levies)
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 0.5%, whereas the Benchmark decreased by 1.0%, thus an outperformance of 1.5% was recorded. Since inception on January 9, 2015 your Fund has posted 35.7% cumulative return, versus 32.3% by the Benchmark. Thus, to-date the cumulative outperformance of your Fund stands at 3.4%. This outperformance is net of management fee and all other expenses.

NISF started off the month with an allocation of around 87% in equities, which decreased to around 86% towards the end of the month. NISF outperformed the Benchmark in August as the Fund was underweight in select Power Generation & Distribution, Fertilizer, and Cement sectors stocks which underperformed the market and overweight in select Engineering, Automobile Assembler, Oil & Gas Marketing Companies, Glass & Ceramics, and Automobile Parts & Accessories sectors stocks which outperformed the market. During the month, the allocation was decreased primarily in Cement, Oil & Gas Exploration Companies, Fertilizer, and Refinery sectors.

Asset Allocation (% of Total Assets) 31-Aug-16 29-July-16

Equities / Stocks	86.1%	87.4%
Cash Equivalents	13.6%	11.8%
Others including receivables	0.3%	0.8%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**

	PER	PBV	DY
NISF	8.9	2.9	4.0%
KMI-30	10.9	2.2	4.8%

** Based on NAFA's estimates

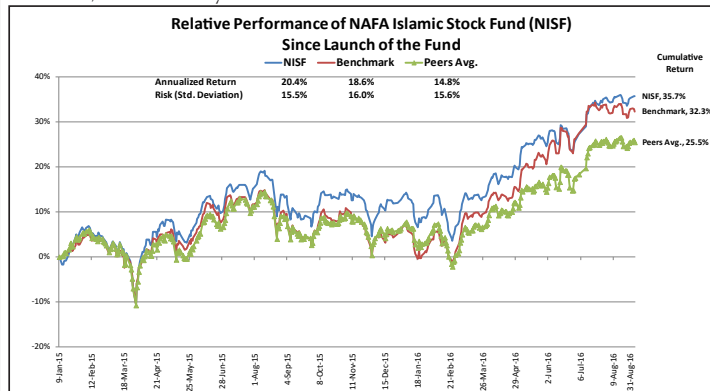
Top Five Sectors (% of Total Assets) (as on 31 Aug, 2016)

Cement	15.0%
Fertilizer	12.8%
Oil & Gas Exploration Companies	12.4%
Oil & Gas Marketing Companies	10.3%
Textile Composite	6.7%
Others	28.9%

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 0.0102/0.10%.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.



Top Ten Holdings (as on 31 Aug, 2016)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Engro Corporation Ltd	Equity	4.8%	Attock Cement Pakistan Ltd	Equity	3.5%
Pakistan State Oil Co Ltd	Equity	4.8%	Lucky Cement Ltd	Equity	3.3%
Mari Petroleum Company Ltd	Equity	4.4%	Pak Petroleum Ltd	Equity	3.2%
Nishat Mills Ltd	Equity	4.1%	Dawood Hercules Corp Ltd	Equity	2.9%
Pakistan Oilfields Ltd	Equity	3.7%	Honda Atlas Cars Ltd	Equity	2.8%

Name of the Members of Investment Committee

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