

# NAFA Islamic Stock Fund (NISF)



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/12/2015): Rs.11.0232

December 2015

## Performance %\*

Performance Period	Dec 2015	FYTD 2016	Since Launch January 09, 2015
NAFA Islamic Stock Fund	5.3%	1.2%	12.8%
Benchmark	4.0%	(2.9%)	6.0%

\* Cumulative Returns

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. 1,899 million
Type:	Shariah Compliant - Open-end – 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:	Forward Pricing
Load:	Front end: 3% (Nil on investment above Rs 50 million) Back end: 0%
Management Fee:	2.0% per annum
Risk Profile:	High
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants
Benchmark:	KMI-30 index
Fund Manager:	Sajjad Anwar, CFA
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 5.3%, whereas the Benchmark increased by 4.0%, thus an outperformance of 1.3% was recorded. Since inception on January 9, 2015 your Fund has posted 12.8% return, versus 6.0% by the Benchmark. Thus, to-date the cumulative outperformance of your Fund stands at 6.8%. This outperformance is net of management fee and all other expenses.

NISF started off the month with an allocation of around 89% in equities, which was increased to around 91% during the month. NISF outperformed the Benchmark in December as the Fund was underweight in select Fertilizer and Power Generation & Distribution sectors stocks which underperformed the market and overweight in select Oil & Gas Exploration Companies, Cement, Pharmaceuticals, and Glass & Ceramics sectors stocks which outperformed the market. During the month, the allocation was primarily increased in Cement and Fertilizer sectors whereas it was reduced primarily in Power Generation & Distribution and Engineering sectors.

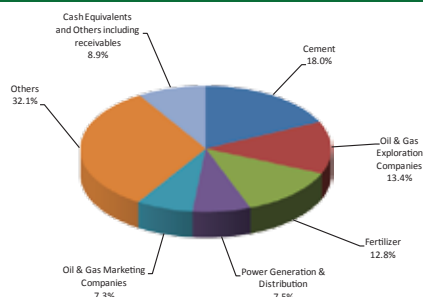
Asset Allocation (% of Total Assets)	31-Dec-15	30-Nov-15
Equities / Stocks	91.1%	88.7%
Cash Equivalents	8.5%	10.3%
Others including receivables	0.4%	1.0%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NISF	8.3	2.3	4.8%
KMI-30	9.3	2.5	6.2%

\*\* Based on NAFA's estimates

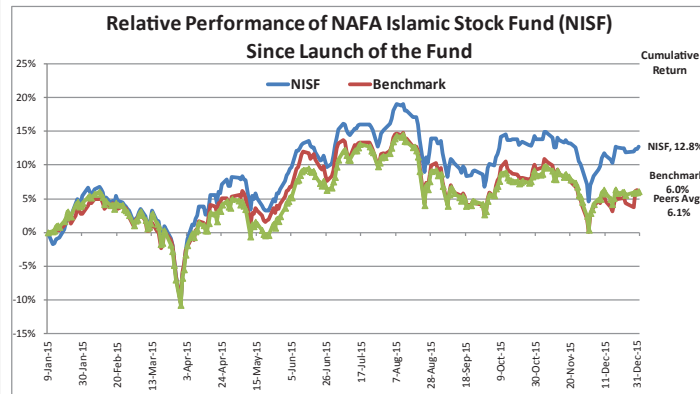
## Asset Allocation (% of Total Assets) (as on 31 Dec, 2015)



## 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/ since inception return of scheme would be higher by Rs 0.0140/0.14%..For details investors are advised to read the Note 8 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.



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

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Engro Corporation Ltd	Equity	5.9%	Pakistan State Oil Co.Ltd	Equity	4.2%
Mari Petroleum Co Ltd	Equity	5.9%	Fauji Cement Co Ltd	Equity	3.5%
Engro Fertilizer Ltd	Equity	4.9%	Nishat Mills Ltd	Equity	3.1%
Pak Petroleum Ltd	Equity	4.6%	Kohinoor Textile Mills Ltd	Equity	3.0%
D G Khan Cement Co Ltd	Equity	4.5%	Hub Power Company Ltd	Equity	3.0%

## Name of the Members of Investment Committee

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

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