

Performance

Performance Period	Jan 2017	FYTD 2017	Rolling 12 Months Feb 16 - Jan 17	FY 2016	Since Launch* January 09, 2015
NAFA Islamic Stock Fund	2.2%	33.2%	51.6%	12.9%	28.4%
Benchmark	2.5%	26.7%	55.7%	15.5%	25.5%

* 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. 7,376 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:	Forward Pricing
Load:**	Front End Load (Individual):3% (Nil on investment above Rs. 101 million) Front End Load (Other): 3% (Nil on investment above Rs. 50 million) Back End Load: NIL
Management Fee:	2% per annum
Total Expense Ratio (%)	4.43% p.a.(including 1.99% 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)

** effective from January 02, 2017

Asset Allocation (% of Total Assets)	31-Jan-17	30-Dec-16
Equities / Stocks	86.9%	90.0%
Cash Equivalents	12.9%	7.7%
Others including receivables	0.2%	2.3%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NISF	10.3	3.7	3.6%
KMI-30	12.7	2.8	3.9%

*** Based on NAFA's estimates

Top Five Sectors (% of Total Assets) (as on 31 Jan, 2017)

Cement	18.0%
Oil & Gas Exploration Companies	13.5%
Fertilizer	12.2%
Oil & Gas Marketing Companies	10.5%
Textile Composite	6.2%
Others	26.5%

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provision against Sindh Workers' Welfare Fund's liability to the tune of Rs 37,995,311/-If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.0785/0.087%.

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.

Investment Objective

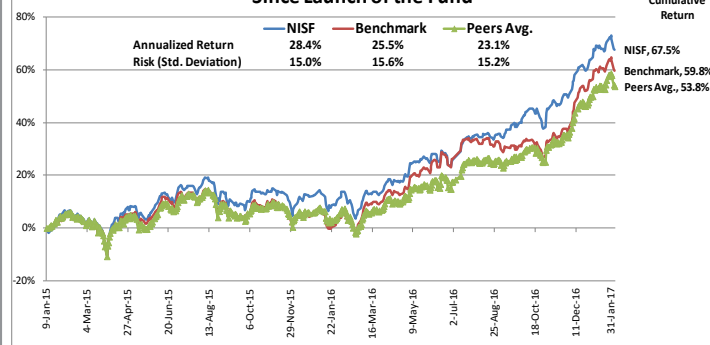
The objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio of Shariah Compliant listed equities.

Fund Manager's Commentary

During the month under review, NAFA Islamic Stock Fund's (NISF) unit price (NAV) increased by 2.2%, whereas the Benchmark increased by 2.5%, thus an underperformance of 0.3% was recorded. Since inception on January 9, 2015 your Fund has posted 28.4% p.a return, versus 25.5% p.a by the Benchmark. Thus, to-date the outperformance of your Fund stands at 2.9% p.a. This outperformance is net of management fee and all other expenses.

NISF started off the month with an allocation of around 90% in equities, which decreased to around 87% towards the end of the month. NISF underperformed the Benchmark in January as the Fund was underweight in select Automobile Assembler and Power Generation & Distribution Companies sectors stocks which outperformed the market and overweight in select Oil & Gas Marketing Companies, Oil & Gas Exploration Companies, and Food and Personal Care Products sectors stocks which underperformed the market. During the month, the allocation was increased primarily in Pharmaceuticals, Automobile Assembler, Power Generation & Distribution Companies, Miscellaneous, and Cable & Electric Sectors, whereas it was reduced primarily in Cement, Fertilizer, Oil & Gas Exploration Companies, Oil & Gas Marketing Companies, Automobile Parts & Accessories, and Textile Composite sectors.

Relative Performance of NAFA Islamic Stock Fund (NISF) Since Launch of the Fund



Top Ten Holdings (as on 31 Jan, 2017)

Name	Asset Class	% of Total Assets	Name	Asset Class	% of Total Assets
Engro Corporation Ltd	Equity	6.0%	Engro Fertilizer Ltd	Equity	4.0%
Pakistan State Oil Co. Ltd	Equity	4.4%	D G Khan Cement Co Ltd	Equity	3.6%
Lucky Cement Ltd	Equity	4.3%	Pak Petroleum Ltd	Equity	3.6%
Hub Power Company Ltd	Equity	4.1%	Oil & Gas Dev Co Ltd	Equity	3.1%
Mari Petroleum Company Ltd	Equity	4.1%	Nishat Mills Ltd	Equity	3.1%

Name of the Members of Investment Committee

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