

# NAFA Pension Fund (NPF)



MONTHLY REPORT (MUFAP's Recommended Format)

August 2017

## Performance %

	Fund Size (Rs. in mln)	NAV Per Unit (Rs.) August 31, 2017	Aug 2017	FYTD 2018	(Rolling 12 Months) Sep 16 - Aug 17	FY 2017	FY 2016	FY 2015	Since Launch July 02, 2013
NPF-Equity Sub-fund	973.9	292.4746	(10.2%)*	(11.7%)*	12.5%*	37.3%*	14.8%*	49.6%*	29.1%
NPF-Debt Sub-fund	400.4	142.3866	3.9%	4.0%	4.4%	4.4%	5.5%	17.3%	8.5%
NPF-Money Market Sub-fund	465.8	129.2608	4.1%	4.2%	4.3%	4.4%	4.9%	7.8%	6.0%

\* Cumulative Returns

All Other returns are annualized

The performance reported is net of management fee & all other expenses.

## General Information

Launch Date:	July 2, 2013
Fund size:	Rs. 1,840 million
Type:	Open-end – Voluntary Pension Scheme
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
Pricing Mechanism	Forward Pricing
Front end Load:	Upto 3% on Contributions
Back end Load	0%
Management Fee:	On average Annual Net Assets of each Sub-Fund. Equity, Debt, Money Market 1.50% p.a. Equity 2.12% p.a. (including 0.31% government levies)
Total Expense Ratio (%)	Debt 2.03% p.a. (including 0.33% government levies) Money Market 2.03% p.a. (including 0.33% government levies)
Risk Profile	Investor dependent
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co. Chartered Accountants
Fund Manager:	Sajjad Anwar, CFA
Minimum Subscription:	Initial: Rs. 10,000/- Subsequent: Rs. 1000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)
Leverage	Nil

## Investment Objective

To provide a secure source of savings and regular income after retirement to the Participants.

## Fund Manager's Commentary

### During the month of August:

NPF Equity Sub-fund unit price decreased by 10.2% compared with 10.4% decrease in KSE-100 Index. The Sub-fund was around 89% invested in equities with major weights in Oil & Gas Exploration Companies, Commercial Banks, and Cement sectors. Equity Sub-fund maintains exposure of atleast 90% in listed equities on average. Last 90 days average allocation in equity was 93.8% of net asset.

NPF Debt Sub-fund generated annualized return of 3.9%. The Sub-fund was invested primarily in Government securities and TFCs. Debt Sub-fund maintains a minimum combined exposure of 50% in Government Securities (25% minimum) and AA+ rated banks. Weighted Average Maturity of Sub-fund is 0.7 year.

NPF Money Market Sub-fund generated annualized return of 4.1%. In line with its investment strategy, the Sub Fund will maintain high exposure in money market securities. Money Market Sub-fund average maturity cannot exceed 90 days. Weighted Average Maturity of Sub-fund is 36 days.

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

Oil & Gas Exploration Companies	13.8%
Commercial Banks	12.2%
Cement	11.1%
Textile Composite	9.0%
Oil & Gas Marketing Companies	6.9%
Others	35.8%

## Top Ten Holdings of Equity Sub-fund (as on 31 August, 2017)

Name	(% of Total Assets)	Name	(% of Total Assets)
Pakistan Oilfields Ltd	4.6%	Oil & Gas Dev Co Ltd	2.8%
Pak Petroleum Ltd	4.0%	Lucky Cement Ltd	2.7%
United Bank Ltd	3.1%	Hub Power Company Ltd	2.7%
Engro Corporation Ltd	2.9%	Nishat Mills Ltd	2.6%
Pakistan State Oil Co. Ltd	2.9%	Nishat (Chunian) Ltd	2.5%

As on 31 August, 2017

## Top TFC/Sukuk Holdings of Debt Sub-fund

Name	(% of Total Assets)
Askari Commercial Bank Limited 30-SEP-14 30-SEP-24	4.5%
Jahangir Siddiqui and Company Ltd. 08-APR-14 08-APR-19	3.7%
JS Bank Limited 14-DEC-16 14-DEC-23	2.2%
Jahangir Siddiqui and Company Ltd. 18-Jul-17 18-Jul-22	1.9%
Jahangir Siddiqui and Company Ltd. 24-Jun-16 24-Jun-21	0.7%
Standard Chartered Bank (Pakistan) Limited IV - Revised 29-JUN-12 29-JUN-22	0.6%
Faysal Bank Limited III 27-DEC-10 27-DEC-17	0.1%
<b>Total</b>	<b>13.7%</b>

## Sindh Workers' Welfare Fund (SWWF)

NPF has maintained provisions against Sindh Workers' Welfare Fund's liability in individual Sub-funds as stated below:

	Total amount Provided Rs	Amount Per Unit Rs	Last One Year return would otherwise have been higher by:
Equity Sub-fund	8,252,589	2,4784	0.95%
Debt Sub-fund	942,122	0.3350	0.25%
Money Market Sub-fund	809,088	0.2245	0.18%

For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2017.

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 63 of the Income Tax Ordinance, 2001.

## Credit Quality of the Portfolio (as on 31 August, 2017)

	Debt	Money Market
Government Securities (AAA rated)	66.1%	58.9%
AAA	2.6%	0.3%
AA+	23.2%	20.5%
AA-	4.6%	19.2%
A+	2.2%	0.2%
Others	1.3%	0.9%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

## Asset Allocation (% of Total Assets)

	31-Aug-17	31-July-17
<b>Equity Sub-fund</b>		
Equity	88.8%	90.8%
Cash Equivalents	10.5%	8.0%
Others	0.7%	1.2%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Debt Sub-fund</b>		
Cash Equivalents	18.9%	40.8%
TFC/Sukuk	13.7%	13.0%
PIBs	1.5%	1.4%
T-Bills	64.6%	43.8%
Others	1.3%	1.0%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Money Market Sub-fund</b>		
Cash Equivalents	21.3%	65.2%
Bank Placement	18.9%	19.2%
T-Bills	58.9%	15.1%
Others	0.9%	0.5%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM,  
Taha Khan Javed, CFA  
Hassan Raza, CFA

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