

# NAFA Pension Fund (NPF)



MONTHLY REPORT (MUFAP's Recommended Format)

December 2016

## Performance %

	Fund Size (Rs. in mln)	NAV Per Unit (Rs.) Dec 30, 2016	Dec 2016	FYTD 2017	Rolling 12 Months Jan 16-Dec 16	FY 2016	FY 2015	Since Launch July 02, 2013
NPF-Equity Sub-fund	874.3	324.2664	10.1%*	34.4%*	51.5%*	14.8%*	49.6%*	39.6%
NPF-Debt Sub-fund	385.4	138.3020	3.9%	4.2%	4.6%	5.5%	17.3%	9.3%
NPF-Money Market Sub-fund	373.5	125.7415	4.3%	4.5%	4.6%	4.9%	7.8%	6.4%

\* 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: NPF	Rs. 1,633 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 05:30 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 2.08% p.a. (including 0.25% government levies)
Total Expense Ratio (%)	Debt 1.97% p.a. (including 0.25% government levies) Money Market 2.01% p.a. (including 0.25% 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:	AM2++ by PACRA (High Investment Management Standards)
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 December:

NPF Equity Sub-fund unit price increased by 10.1% compared with 12.2% increased in KSE-100 Index. The Sub-fund was around 96% invested in equities with major weights in Commercial Banks, Oil & Gas Exploration, and Cement sectors. Equity Sub-fund maintains exposure of at least 90% in listed equities on average. Last 90 days average allocation in equity was 94.9% 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 0.8 year.

NPF Money Market Sub-fund generated annualized return of 4.3%. 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 23 days.

## Top Five Sectors (% of Total Assets) (as on 30 Dec, 2016)

Commercial Banks	15.8%
Oil & Gas Exploration Companies	14.4%
Cement	14.3%
Textile Composite	9.8%
Fertilizer	7.3%
Others	34.2%

## Top Ten Holdings of Equity Sub-fund (as on 30 Dec, 2016)

Name	(% of Total Assets)	Name	(% of Total Assets)
Mari Petroleum Company Ltd	5.0%	Nishat Mills Ltd	3.8%
Habib Bank Ltd	5.0%	Lucky Cement Ltd	3.6%
Pakistan State Oil Co. Ltd	4.6%	Pakistan Oilfields Ltd	3.5%
Engro Corporation Ltd	4.2%	Pak Petroleum Ltd	3.4%
MCB Bank Ltd	4.1%	United Bank Ltd	3.3%

As on 30 Dec, 2016

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

Name	(% of Total Assets)
Askari Commercial Bank Limited 30-SEP-14 30-SEP-24	4.7%
Jahangir Siddiqui and Co Ltd TFC 08-APR-14	4.5%
JS Bank Limited 14-DEC-16 14-DEC-23	2.3%
Jahangir Siddiqui and Company Ltd. 24-Jun-16 24-Jun-21	0.8%
Standard Chartered Bank (Pakistan) Limited IV	0.6%
Faysal Bank Limited III	0.2%
<b>Total</b>	<b>13.1%</b>

## WORKERS' WELFARE FUND (WWF)

NPF has maintained provisions against 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	2,346,729	0.8704	0.44%
Debt Sub-fund	809,223	0.2904	0.22%
Money Market Sub-fund	351,954	0.1185	0.10%

For details investors are advised to read the Note 7 of the Financial Statements of the Scheme for the period ended September 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 63 of the Income Tax Ordinance, 2001.

## Credit Quality of the Portfolio (as on 30 Dec, 2016)

	Debt	Money Market
Government Securities (AAA rated)	45.7%	17.4%
AAA	19.9%	19.7%
AA+	25.9%	38.4%
AA		3.4%
AA-	4.9%	19.8%
A+	2.3%	0.3%
Others	1.3%	1.0%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

## Asset Allocation (% of Total Assets)

	30-Dec-16	30-Nov-16
<b>Equity Sub-fund</b>	<b>30-Dec-16</b>	<b>30-Nov-16</b>
Equity	95.8%	94.6%
Cash Equivalents	3.6%	2.6%
Others	0.6%	2.8%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Debt Sub-fund</b>	<b>30-Dec-16</b>	<b>30-Nov-16</b>
Cash Equivalents	39.9%	29.3%
TFC/Sukuk	13.1%	10.1%
PIBs	3.6%	3.4%
T-Bills	42.1%	55.6%
Others	1.3%	1.6%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Money Market Sub-fund</b>	<b>30-Dec-16</b>	<b>30-Nov-16</b>
Cash Equivalents	62.3%	82.0%
Bank Placement	19.3%	16.5%
T-Bills	17.4%	-
Others	1.0%	1.5%
<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  
Syed Suleman Akhtar, CFA  
Asim Wahab Khan, CFA

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