

NAFA Pension Fund (NPF)



MONTHLY REPORT (MUFAP's Recommended Format)

January 2017

Performance %

	Fund Size (Rs. in mln)	NAV Per Unit (Rs.) Jan 31, 2017	Jan 2017	FYTD 2017	Rolling 12 Months Feb 16 - Jan 17	FY 2016	FY 2015	Since Launch July 02, 2013
NPF-Equity Sub-fund	926.6	328.2149	1.2%*	36.1%*	58.0%*	14.8%*	49.6%*	38.9%
NPF-Debt Sub-fund	388.0	138.8325	4.4%	4.2%	4.5%	5.5%	17.3%	9.2%
NPF-Money Market Sub-fund	376.6	126.1789	3.9%	4.4%	4.5%	4.9%	7.8%	6.3%

* 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. 1,691 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 3.67% p.a. (including 1.86% government levies)
Total Expense Ratio (%)	Debt 2.28% p.a. (including 0.55% government levies) Money Market 2.26% p.a. (including 0.51% 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 January:

NPF Equity Sub-fund unit price increased by 1.2% compared with 2.0% increased in KSE-100 Index. The Sub-fund was around 95% invested in equities with major weights in Commercial Banks, Cement, and Oil & Gas Exploration sectors. Equity Sub-fund maintains exposure of at least 90% in listed equities on average. Last 90 days average allocation in equity was 97% of net asset.

NPF Debt Sub-fund generated annualized return of 4.4%. 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 3.9%. 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 17 days.

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

Commercial Banks	14.6%
Cement	13.9%
Oil & Gas Exploration Companies	12.7%
Textile Composite	9.0%
Fertilizer	7.2%
Others	37.8%

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

Name	(% of Total Assets)	Name	(% of Total Assets)
Habib Bank Ltd	4.5%	Nishat Mills Ltd	3.4%
Mari Petroleum Company Ltd	4.4%	Lucky Cement Ltd	3.2%
Pakistan State Oil Co. Ltd	4.4%	D G Khan Cement Co Ltd	3.0%
Engro Corporation Ltd	4.2%	United Bank Ltd	3.0%
MCB Bank Ltd	3.9%	Pakistan Oilfields Ltd	3.0%

As on 31 Jan, 2017

Top TFC/Sukuk Holdings of Debt Sub-fund

Name	(% of Total Assets)
Askari Commercial Bank Limited 30-SEP-14 30-SEP-24	4.6%
Jahangir Siddiqui and Co Ltd TFC 08-APR-14 08-APR-2019	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%
Total	13.0%

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	7,001,118	2.4799	1.30%
Debt Sub-fund	700,883	0.2508	0.19%
Money Market Sub-fund	549,589	0.1841	0.15%

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 Jan, 2017)

	Debt	Money Market
Government Securities (AAA rated)	63.7%	36.1%
AAA	3.2%	0.3%
AA+	29.1%	38.6%
AA	-	3.8%
AA-	4.8%	19.7%
A+	2.4%	0.7%
Others	0.8%	0.8%
Total	100.0%	100.0%

Asset Allocation (% of Total Assets)

	31-Jan-17	30-Dec-16
Equity Sub-fund		
Equity	95.2%	95.8%
Cash Equivalents	4.7%	3.6%
Others	0.1%	0.6%
Total	100.0%	100.0%
Debt Sub-fund		
Cash Equivalents	22.5%	39.9%
TFC/Sukuk	13.0%	13.1%
PIBs	3.6%	3.6%
T-Bills	60.1%	42.1%
Others	0.8%	1.3%
Total	100.0%	100.0%
Money Market Sub-fund		
Cash Equivalents	44.0%	62.3%
Bank Placement	19.1%	19.3%
T-Bills	36.1%	17.4%
Others	0.8%	1.0%
Total	100.0%	100.0%

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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