

# NAFA Pension Fund (NPF)



MONTHLY REPORT (MUFAP's Recommended Format)

March 2017

## Performance %

	Fund Size (Rs. in mln)	NAV Per Unit (Rs.) Mar 31, 2017	Mar 2017	FYTD 2017	Rolling 12 Months Apr 16 - Mar 17	FY 2016	FY 2015	Since Launch July 02, 2013
NPF-Equity Sub-fund	1,002.9	331.4664	0.4%*	37.4%*	53.4%*	14.8%*	49.6%*	37.3%
NPF-Debt Sub-fund	396.7	139.8971	4.6%	4.4%	4.5%	5.5%	17.3%	9.0%
NPF-Money Market Sub-fund	389.3	127.0440	4.2%	4.4%	4.4%	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. 1,789 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 3.34% p.a. (including 1.55% government levies)
Total Expense Ratio (%)	Debt 2.23% p.a. (including 0.51% government levies) Money Market 2.22% p.a. (including 0.47% 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 March:

NPF Equity Sub-fund unit price increased by 0.4% compared with 0.8% decrease in KSE-100 Index. The Sub-fund was around 93% invested in equities with major weights in Cement, Commercial Banks, and Oil & Gas Exploration sectors. Equity Sub-fund maintains exposure of atleast 90% in listed equities on average. Last 90 days average allocation in equity was 96.8% of net asset.

NPF Debt Sub-fund generated annualized return of 4.6%. 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 4.2%. 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 16 days.

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

Cement	13.5%
Commercial Banks	12.8%
Oil & Gas Exploration Companies	11.4%
Fertilizer	9.0%
Textile Composite	8.0%
Others	38.2%

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

Name	(% of Total Assets)	Name	(% of Total Assets)
Mari Petroleum Company Ltd	4.5%	Nishat Mills Ltd	3.0%
Habib Bank Ltd	4.2%	Pakistan State Oil Co. Ltd	3.0%
Engro Corporation Ltd	4.2%	D G Khan Cement Co Ltd	2.8%
Lucky Cement Ltd	3.9%	United Bank Ltd	2.7%
MCB Bank Ltd	3.4%	Pakistan Oilfields Ltd	2.5%

As on 31 Mar, 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	4.4%
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	0.5%
Faysal Bank Limited III	0.1%
<b>Total</b>	<b>12.7%</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	7,698,283	2.5443	1.18%
Debt Sub-fund	764,480	0.2696	0.20%
Money Market Sub-fund	609,899	0.1990	0.16%

For details investors are advised to read the Note 12.1 of the Financial Statements of the Scheme for the half year ended December 31, 2016.

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 Mar, 2017)

	Debt	Money Market
Government Securities (AAA rated)	43.2%	-
AAA	19.3%	18.3%
AA+	29.1%	33.2%
AA	-	19.1%
AA-	4.7%	27.7%
A+	2.3%	0.7%
Others	1.4%	1.0%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

## Asset Allocation (% of Total Assets)

	31-Mar-17	28-Feb-17
<b>Equity Sub-fund</b>		
Equity	92.9%	95.9%
Cash Equivalents	5.9%	3.6%
Others	1.2%	0.5%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Debt Sub-fund</b>		
Cash Equivalents	42.7%	23.2%
TFC/Sukuk	12.7%	12.9%
PIBs	3.5%	3.5%
T-Bills	39.7%	59.3%
Others	1.4%	1.1%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Money Market Sub-fund</b>		
Cash Equivalents	80.4%	42.9%
Bank Placement	18.6%	19.5%
T-Bills	-	36.7%
Others	1.0%	0.9%
<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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