

# NAFA Pension Fund (NPF)



MONTHLY REPORT (MUFAP's Recommended Format)

October 2016

## Performance %

	Fund Size (Rs. in mln)	NAV Per Unit (Rs.) Oct 31, 2016	Oct 2016	FYTD 2017	Rolling 12 Months Nov 15 - Oct 16	FY 2016	FY 2015	Since Launch July 02, 2013
NPF-Equity Sub-fund	699.2	271.3391	(0.6%)*	12.5%*	24.5%*	14.8%*	49.6%*	34.5%
NPF-Debt Sub-fund	400.1	137.3987	4.0%	4.3%	4.6%	5.5%	17.3%	9.6%
NPF-Money Market Sub-fund	346.5	124.8531	4.3%	4.5%	4.6%	4.9%	7.8%	6.5%

\* 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. 1,446 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 2.02% p.a. (including 0.25% government levies)
Total Expense Ratio (%)	Debt 1.97% p.a. (including 0.25% government levies) Money Market 2.02% 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 October:

NPF Equity Sub-fund unit price decreased by 0.6% compared with 1.6% decreased in KSE-100 Index. The Sub-fund was around 93% invested in equities with major weights in Commercial Banks, Oil & Gas Exploration, and Cements sectors. Equity Sub-fund maintains exposure of atleast 90% in listed equities on average. Last 90 days average allocation in equity was 95.7% of net asset.

NPF Debt Sub-fund generated annualized return of 4.0%. 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 0.6 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 11 days.

## Top Five Sectors (% of Total Assets) (as on 31 Oct, 2016)

Commercial Banks	12.8%
Oil & Gas Exploration Companies	12.4%
Cement	10.0%
Textile Composite	9.9%
Fertilizer	8.7%
Others	39.7%

## Top Ten Holdings of Equity Sub-fund (as on 31 Oct, 2016)

Name	(% of Total Assets)	Name	(% of Total Assets)
Mari Petroleum Company Ltd	4.4%	United Bank Ltd	3.5%
Pakistan State Oil Co Ltd	4.4%	Pakistan Oilfields Ltd	3.3%
Engro Corporation Ltd	4.4%	Lucky Cement Ltd	3.0%
Nishat Mills Ltd	4.3%	Systems Ltd	2.8%
Habib Bank Ltd	3.7%	Pakistan Petroleum Ltd	2.6%

As on 31 Oct, 2016

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

Name	(% of Total Assets)
Askari Commercial Bank Limited 30-SEP-14	4.5%
Jahangir Siddiqui and Co Ltd TFC 08-APR-14	4.3%
Jahangir Siddiqui and Co Ltd PPTFC 9 24-Jun-16	0.8%
Standard Chartered Bank (Pakistan) Limited IV	0.6%
Faysal Bank Limited III	0.3%
<b>Total</b>	<b>10.5%</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	0.9107	0.43%
Debt Sub-Fund	809,223	0.2779	0.21%
Money Market Sub-Fund	351,954	0.1268	0.11%

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) Assets apply. Further, tax credit also available as per section 63 of the Income Tax Ordinance, 2001.

## Credit Quality of the Portfolio (as on 31 Oct, 2016)

	Debt	Money Market
Government Securities (AAA rated)	61.7%	-
AAA	7.8%	2.9%
AA+	24.3%	38.7%
AA	-	19.6%
AA-	4.9%	18.0%
A+	-	19.8%
Others	1.3%	1.0%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

## Asset Allocation (% of Total Assets)

	31-Oct-16	30-Sep-16
<b>Equity Sub-fund</b>	<b>31-Oct-16</b>	<b>30-Sep-16</b>
Equity	93.5%	95.0%
Cash Equivalents	5.2%	3.9%
Others	1.3%	1.1%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Debt Sub-fund</b>	<b>31-Oct-16</b>	<b>30-Sep-16</b>
Cash Equivalents	26.5%	24.2%
TFC/Sukuk	10.5%	11.4%
PIBs	3.5%	3.6%
T-Bills	58.2%	59.2%
Others	1.3%	1.6%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Money Market Sub-fund</b>	<b>31-Oct-16</b>	<b>30-Sep-16</b>
Cash Equivalents	81.3%	79.9%
Bank Placement	17.7%	18.4%
Others	1.0%	1.7%
<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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