



THE PAKISTAN CREDIT RATING AGENCY LIMITED

Performance Ranking Report

NBP Islamic Sarmaya Izafa Fund

[Category: Shariah Compliant Asset Allocation]

Review Period: Jun'23

| Sr. No. | Period | Ranking | |
|---------|--------|---------|--------|
| | | Dec'22 | Jun'23 |
| 1 | 1-Year | 2-Star | 2-Star |
| 2 | 3-Year | 3-Star | 3-Star |
| 3 | 5-Year | 4-Star | 4-Star |



NBP Islamic Sarmaya Izafa Fund

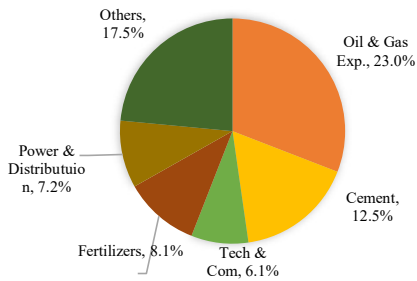
Fund Facts (Jun-23)

| | |
|----------------------|---|
| Fund | NBP Islamic Sarmaya Izafa Fund |
| Fund Category | Shariah Compliant Asset Allocation |
| Launch Date | 26-Oct-07 |
| Trustee | CDC |
| Fund Size | PKR 1,284mln |
| AMC | NBP Fund Management Limited |
| AMC Rating | AMI (PACRA) |
| Fund Manager | Mr. Asim Wahab Khan, CFA |
| Peer Universe | Shariah Compliant Asset Allocation Category |

Asset Allocation

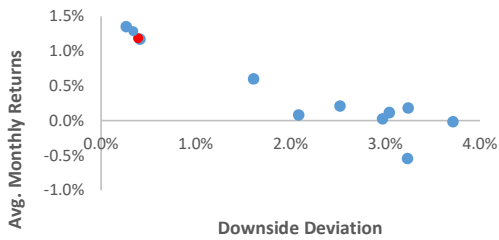
| | Jun'23 | Dec'22 |
|-----------------|--------|--------|
| Equities | 74.4% | 80.5% |
| Cash | 18.3% | 10.5% |
| Sukuks | 3.3% | 6.3% |
| Others | 4.0% | 2.7% |

Sector-wise Portfolio (Jun'23)

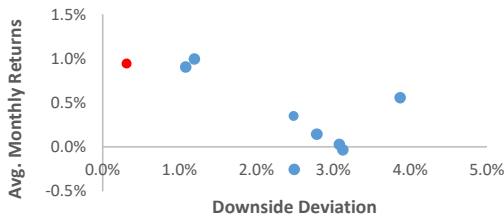


Risk

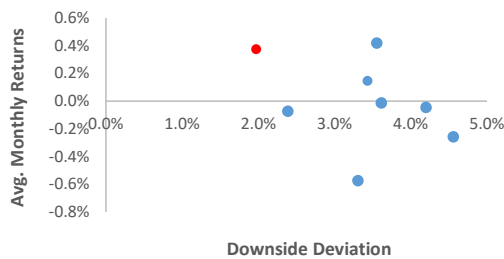
Return - Downside Deviation Analysis - 1 Year



Return - Downside Deviation Analysis - 3 Years



Return - Downside Deviation Analysis - 5 Years



History

| | Jun'23 | Dec'22 | Jun'22 | Dec'21 |
|---------------------------------|--------|--------|--------|--------|
| Fund Ranking 1Yr | 2-Star | 2-Star | 3-Star | 3-Star |
| Fund Ranking 3Yrs | 3-Star | 3-Star | 3-Star | 4-Star |
| Fund Ranking 5Yrs | 4-Star | 4-Star | 3-Star | 3-Star |
| Fund Size (PKR 'mln) | 1,284 | 2,167 | 3,102 | 4,607 |
| Category Size (PKR 'mln) | | 15,321 | 17,664 | 22,488 |
| Fund NAV (PKR/Unit) | 15.14 | 15.3 | 15.2 | 16.6 |
| Fund Dividend (PKR/Unit) | 0.48 | - | - | - |

Fund's Objective

To generate capital appreciation by investing in Shariah Compliant equity and equity related securities and income by investing in Shariah Compliant bank deposits, debt & money market securities.

Asset Manager (Jun-23)

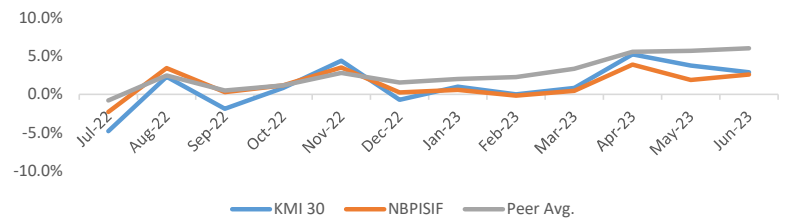
| | |
|----------------------------------|--------------------------|
| Year of Incorporation | 2005 |
| Conventional Funds | 14 |
| Shariah-Compliant Funds | 11 |
| Voluntary Pension Schemes | 2 |
| Exchange Traded Fund | 1 |
| CEO | Dr. Amjad Waheed, CFA |
| CIO | Mr. Asim Wahab Khan, CFA |
| AUM's | PKR 222bln |

Return Summary

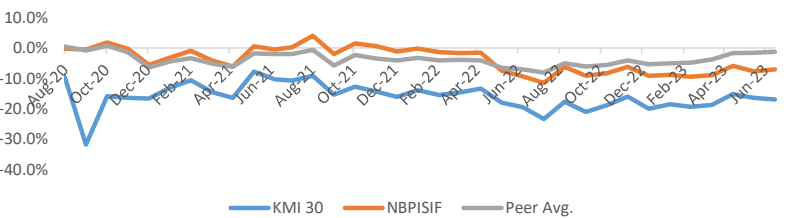
| Period | NBPISIF | Peer Avg | Fund SD | Peer SD |
|-------------|---------|----------|---------|---------|
| 1Q | 0.3% | 0.5% | 5.0% | 3.5% |
| 2Q | -0.1% | 1.1% | 2.8% | 2.0% |
| 3Q | 0.2% | 1.7% | 0.7% | 1.0% |
| 4Q | 2.2% | 2.6% | 2.7% | 2.3% |
| FY23 | 2.6% | 6.0% | 2.7% | 2.4% |

Performance

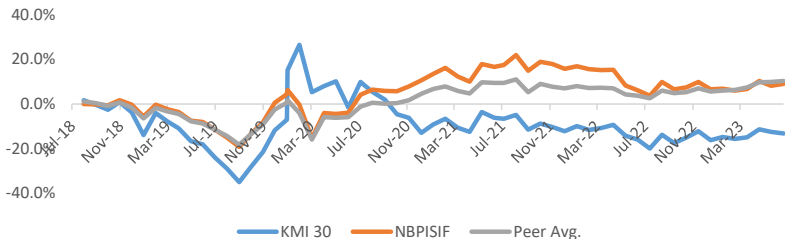
NBPISIF | Peer Avg. | 1Yr | Jun'23 (Cumulative Monthly Returns)



NBPISIF | Peer Avg. | 3Yr | Jun'23 (Cumulative Monthly Returns)



NBPISIF | Peer Avg. | 5Yr | Jun'23 (Cumulative Monthly Returns)





Rankings Explained

Categorize Funds

• Ranking is a purely quantitative measure, avoiding any biases. It is based on historical returns of a fund relative to other funds in similar category. PACRA mainly follows SECP guidelines (Circular No. 7 of 2009) for defining fund categories – each having distinct characteristics – and rankings of funds are comparable only in their respective category.

Measure Absolute Returns (R)

$$R = \frac{PE - PB}{PB} \pm A$$

- R = Total return for the month
- PE = End of month NAV (net assets value) per share/certificate
- PB = Beginning of month NAV per share/certificate
- A = Adjustments on account of cash dividend, bonus issue addition to capital.

Measure Risk adjusted Return (RAR)

$$RAR = \frac{R_n}{DD(R_f)}$$

- R_n = Average monthly returns for the relevant period (trailing 12/36/60 monthly periods)
- DD = Downside Deviation of the monthly returns of the fund. DD is computed using the returns for the relevant period
- R_f = Risk free rate: Monthly average of 6-Month T Bill Yield for the relevant period

Equal Weigh to R & RAR

- The fund's performance (measured by assigning 50 % weight each to the fund's return and risk adjusted return)

Plot along Normal Distribution



Final Ranking

| | | | | |
|-------------|----------------------|----------------|-------------|-----------------|
| Weak | Below Average | Average | Good | Superior |
| ★ | ★★ | ★★★ | ★★★★ | ★★★★★ |

- Rankings are calculated on the basis of performance during a particular period (12 months for 1-Year star ranking, 36 months for 3-Year star ranking and 60 months for 5-Year star ranking). For a particular fund the relevant period ranking will be disclosed.
- Only those funds are eligible for ranking that have remained operational throughout the given period.
- A month of a year is used as a reference period to calculate performance.
- Rankings are based on past performance of the fund. PACRA's opinion is not a recommendation to purchase, sell or hold a fund, in as much as it does not comment on the Fund's NAV or suitability for a particular investor.
- PACRA releases rankings twice a year; for the period ending in June and December.

Disclosure

| | |
|-----------------------|---|
| Name of Fund | NBP Islamic Sarmaya Izafa Fund |
| Sector | Mutual Fund |
| Type of Relationship | Solicited |
| Purpose of the Rating | Performance Ranking |
| Applicable Criteria | Performance Ranking Methodology – Jun'23 |
| Related Research | Sector Study Mutual Funds Performance Ranking – Jun'23 |
| Rating Analysts | Wajeeha Asghar Wajeeha.asghar@pacra.com |

Regulatory and Supplementary Disclosure

Rating Team Statements

(1) Rating is just an opinion about the creditworthiness of the entity and does not constitute recommendation to buy, hold or sell any security of the entity rated or to buy, hold or sell the security rated, as the case may be | Chapter III; 14-3-(x)

(2) Conflict of Interest

i. The Rating Team or any of their family members have no interest in this rating | Chapter III; 12-2-(j)

ii. PACRA, the analysts involved in the rating process and members of its rating committee, and their family members, do not have any conflict of interest relating to the rating done by them | Chapter III; 12-2-(e) & (k)

iii. The analyst is not a substantial shareholder of the customer being rated by PACRA [Annexure F; d-(ii)]

Explanation: for the purpose of above clause, the term “family members” shall include only those family members who are dependent on the analyst and members of the rating committee Restrictions

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(5) PACRA does not make proposals or recommendations regarding the activities of rated entities that could impact a credit rating of entity subject to rating | Chapter III; 10-7-(k)

Conduct of Business

(6) PACRA fulfills its obligations in a fair, efficient, transparent and ethical manner and renders high standards of services in performing its functions and obligations; | Chapter III; 11-A-(a)

(7) PACRA uses due care in preparation of this Rating Report. Our information has been obtained from sources we consider to be reliable but its accuracy or completeness is not guaranteed. PACRA does not, in every instance, independently verifies or validates information received in the rating process or in preparing this Rating Report |

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(9) PACRA ensures before commencement of the rating process that an analyst or employee has not had a recent employment or other significant business or personal relationship with the rated entity that may cause or may be perceived as causing a conflict of interest; | Chapter III; 11-A-(r)

(10) PACRA maintains principal of integrity in seeking rating business | Chapter III; 11-A-(u)

(11) PACRA promptly investigates, in the event of a misconduct or a breach of the policies, procedures and controls, and takes appropriate steps to rectify any weaknesses to prevent any recurrence along with suitable punitive action against the responsible employee(s) | Chapter III; 11-B-(m)

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(13) PACRA does not provide consultancy/advisory services or other services to any of its customers or to any of its customers' associated companies and associated undertakings that is being rated or has been rated by it during the preceding three years unless it has adequate mechanism in place ensuring that provision of such services does not lead to a conflict of interest situation with its rating activities; | Chapter III; 12-2-(d)

(14) PACRA discloses that no shareholder directly or indirectly holding 10% or more of the share capital of PACRA also holds directly or indirectly 10% or more of the share capital of the entity which is subject to rating or the entity which issued the instrument subject to rating by PACRA; | Reference Chapter III; 12-2-(f)

(15) PACRA ensures that the rating assigned to an entity or instrument is not be affected by the existence of a business relationship between PACRA and the entity or any other party, or the non-existence of such a relationship | Chapter III; 12-2-(i)

(16) PACRA ensures that the analysts or any of their family members shall not buy or sell or engage in any transaction in any security which falls in the analyst's area of primary analytical responsibility. This clause shall, however, not be applicable on investment in securities through collective investment schemes. | Chapter III; 12-2-(l)

(17) PACRA has established policies and procedure governing investments and trading in securities by its employees and for monitoring the same to prevent insider trading, market manipulation or any other market abuse | Chapter III; 11-B-(g)

Monitoring and review

(18) PACRA does not monitor Stability Rating on continuous basis. Any potential change therein due to any event associated with the fund is incorporated in next review; | Chapter III | 18-(a)

(19) PACRA reviews all outstanding ratings on semi-annual basis | Chapter III | 18-(b)

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