



## Fund Manager Report

### Investment Objective

To provide competitive, risk-adjusted returns to its investors, the portfolio invests in a diversified mix of long-, medium-, and short-term Shariah-compliant debt instruments, taking into account liquidity considerations

### Fund Manager's Comments

During the month, the fund size increased from PKR 602.08 million to PKR 1065 million. The fund achieved a monthly, annualized return of 15.53% for the month ended April 30, 2023, outperforming its benchmark, which returned 6.60% during the same period

Category of CIS	Risk Profiling	Risk of Principal Erosion
Shariah Compliant Income Scheme	Medium	Principal at Medium Risk

### Fund Statistics

<b>Name of Fund</b>	786 Smart Fund
<b>Type</b>	Open End
<b>Category</b>	Shariah Compliant Income Scheme
<b>Net Assets</b>	PKR 1065 million
<b>Net Assets Value per unit</b>	PKR 92.5441
<b>Wt. average Time to maturity</b>	0.42
<b>Benchmark</b>	Six Month average deposit rates of three (3) A rated schedules Islamic banks or Islamic windows of conventional banks as selected by MUFAP
<b>Trustee &amp; Custodian</b>	Digital Custodian Company Limited
<b>Auditor</b>	Reanda Haroon Zakaria & Company
<b>Registrar</b>	M/s F.D. Registrar Services (SMC-Pvt) Limited
<b>Launch Date</b>	19-May-2003
<b>Listing</b>	PSX
<b>Duration</b>	Perpetual
<b>Management Fee</b>	1.50% per annum
<b>Total Expense Ratio*</b>	Ytd 2.23%   Mtd 2.11%
<b>Sales Load</b>	1% Front End
<b>Pricing Mechanism</b>	Forward
<b>Leverage</b>	Nil
<b>Risk Profile</b>	Medium
<b>AMC Rating</b>	AM3 (23 Dec 2022)
<b>Stability Rating</b>	AA-(f) by PACRA (14 Oct 2022)
<b>Subscription</b>	PKR. 5,000/-

\* This includes Ytd | 0.32% and Mtd | 0.23% representing Government Levy and SECP Fee. (Annualized)

### TOP TEN DEBT SECURITIES

INVESTEE COMPANY	Type	% of Total Assets
Lucky Electric Power Company Limited	SUKUK	5.57%
China Power Hub Generation Limited	SUKUK	4.64%
Dubai Islamic Bank Limited	SUKUK	4.09%
Agha Steel Industries Limited	SUKUK	0.94%

### Asset Allocation (% of Total Assets)

Assets	Apr-23	Mar-23
<b>TFC / Sukuk</b>	15.24%	43.05%
<b>GOP Ijara Sukuk</b>	14.67%	25.75%
<b>Islamic Commercial Paper</b>	10.22%	17.94%
<b>Bank Balances</b>	57.51%	7.14%
<b>Others</b>	2.36%	6.12%

### Asset Allocation (Credit Quality)

Credit Quality	Apr-23	Mar-23
<b>AAA</b>	14.67%	25.75%
<b>AA</b>	70.27%	45.87%
<b>AA+</b>	4.64%	8.15%
<b>A+</b>	8.06%	14.11%
<b>Unrated</b>	2.36%	6.12%

### Fund Returns

Periods	Returns	Benchmark
<b>April 2023</b>	15.53%	6.60%
<b>FYTD 2023</b>	15.91%	5.91%
<b>Rolling 12 Months April 2023</b>	14.49%	5.58%
<b>FY 2022</b>	10.81%	3.34%
<b>FY 2021</b>	5.49%	3.11%
<b>FY 2020</b>	10.90%	6.41%
<b>FY 2019</b>	11.12%	12.93%
<b>FY 2018</b>	11.86%	6.22%
<b>FY 2017</b>	16.32%	5.98%
<b>FY 2016</b>	22.61%	6.50%
<b>last 10 years</b>	13.28%	6.22%

Returns are computed on the basis of NAV to NAV with dividend reinvested

### Investment Committee

<b>Tara Uzra Dawood</b>	Chief Executive Officer
<b>Noman Shakir</b>	Chief Financial Officer
<b>Muhammad Abbas</b>	Fund Manager
<b>Muhammad Ali</b>	Head of Compliance

### Details of Non-Compliant Investment

Name of Investment	Type	Value before Provision	Provision (if any)	Value after Provision	% of Net Assets	% of Gross Assets
Dewan Cement Limited	Pre-IPO Investment	37,699,101	37,699,101	-	0.00%	0.00%
New Allied Electronics Industries Limited	TFC	32,655,939	32,655,939	-	0.00%	0.00%
New Allied Electronics Industries Limited	Sukuk	5,027,500	5,027,500	-	0.00%	0.00%
Eden Housing Ltd.	Sukuk	2,887,171	2,887,171	-	0.00%	0.00%
Amtex Limited	Sukuk	22,500,000	22,500,000	-	0.00%	0.00%

### Registered Address

786 Investments Limited

G3, BRR Tower, Hassan Ali Street, Off I. I. Chundrigar Road, Karachi 74000, Pakistan  
 UAN: (92 21) 111-DAWOOD (329663) Tel: (92 21) 32603751-54  
 Email: info@786investments.com  
 URL: www.786investments.com

### Cut-off Timings

Business / Dealing Days	Business Hours	Cut-off Timings
<b>Monday - Friday</b>	09:00 am - 6:30 pm	9:00 am - 4:00 pm

### Other Information

The calculation of performance does not include the cost of a front-end load. 786SF has generated an annualized return of 15.53% due to an agreement executed between the Management Company and Dewan Cement Limited for the recovery of a fully provided TFC of Dewan Cement Ltd

The scheme holds certain non-compliant investments. Before making any investment decision, investors are advised to review the latest Monthly Fund Manager Report and Financial Statements

### Dispute Resolution/Complaints Handling:

Investors may lodge their complaints to our Investor Services Department through any of the following options where our dedicated staff is available to provide assistance. Call at 92-21 111 329 663, Email at info@786investments.com or submit our website <https://www.786investments.com/investor-complaints/>. In case your complaint has not been redressed by us, you may lodge your complaint with SECP at the link <https://sdms.secp.gov.pk/>. However, please note that SECP will entertain only those complaints which were at first directly requested to be redressed by the Company and the Company has failed to redress the same. Further, the complaints that are not relevant to SECP's regulatory domain/competence shall not be entertained by the SECP.

### Disclaimer

This publication is for informational purposes only and nothing herein should be construed as a solicitation, recommendation or an offer to buy or sell any fund. All investments in mutual funds are subject to market risks. Past performance is not necessarily indicative of future results. Please read the Offering Document to understand investment policies and the risks involved.

(MUFAP's recommended format)