



786 Smart Fund

June '21

Fund Manager Report

Investment Objective

To provide competitive risk adjusted returns to its investors by investing in a diversified portfolio of long, medium and short term Shariah compliant debt instruments while taking in to account liquidity considerations.

Fund Manager's Comments

During the month, the fund size increased from PKR 558.43 mn to PKR 746.11 mn. The Fund made monthly annualized return of 5.12% for the month ended June 30, 2021 as compared to its benchmark return of 3.11% during the same period.

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

Fund Statistics	
Name of Fund	786 Smart Fund
Type	Open End
Category	Shariah Compliant Income Scheme
Net Assets	PKR 746.11 million
Net Assets Value per unit	PKR 81.1828
Wt. average Time to maturity	0.29
Benchmark	Six Month average deposit rates of three (3) A rated schedules Islamic banks or Islamic windows of conventional banks as selected by MUFAP
Trustee & Custodian	MCB Financial Services Limited
Auditor	Grant Thornton Anjum Rahman
Registrar	M/s F.D. Registrar Services (SMC-Pvt) Limited
Launch Date	19-May-2003
Listing	PSX
Duration	Perpetual
Management Fee	1.50% per annum
Total Expense Ratio*	2.30%* p.a
Sales Load	1% Front End
Pricing Mechanism	Forward
Leverage	Nil
Risk Profile	Medium
AMC Rating	AM3 (24 Dec 2020)
Stability Rating	AA-(f) by PACRA (22 Oct 2020)
Subscription	PKR. 5,000/-

* This includes 0.38% representing government levy, SSWF and SECP fee. (Annualized)

TOP TEN DEBT SECURITIES		
INVESTEES COMPANY	Type	% of Total Assets
Dubai Islamic Bank Limited	SUKUK	3.50%
Agha Steel Industries Limited	SUKUK	1.93%
TPL Corp Ltd. (Formerly: TPL Trakker Ltd.)	SUKUK	1.14%
Fatima Fertilizer Company Ltd.	SUKUK	0.05%

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	67,020,624	67,020,624	-	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, Ground Floor BRR Tower, Hassan Ali Street, Off I. I. Chundrigar Road, Karachi 74000, Pakistan
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Email: info@786investments.com
URL: www.786investments.com

Other Information
The calculation of performance does not include cost of Front End Load.

The Scheme holds certain Non-Compliant investments. Before making any investment decision, investors should review the latest monthly Fund Manager Report and Financial Statements.

Asset Allocation (% of Total Assets)		
Assets	Jun-21	May-21
TFC / Sukuk	6.62%	8.80%
Bank Balances	79.45%	73.11%
TDR	13.08%	17.29%
Others	0.85%	0.79%

Asset Allocation (Credit Quality)		
Credit Quality	Jun-21	May-21
AA	79.36%	73.06%
AA-	3.54%	4.75%
A+	16.24%	21.40%
Unrated	0.85%	0.79%

Fund Returns		
Periods	Returns	Benchmark
June 2021	5.12%	3.11%
FYTD 2021	5.48%	3.56%
Rolling 12 Months June 2021	5.48%	3.56%
FY 2020	10.93%	6.41%
FY 2019	8.78%	12.93%
FY 2018	11.89%	6.22%
FY 2017	16.29%	5.98%
FY 2016	22.61%	6.50%
FY 2015	6.41%	9.00%
FY 2014	6.18%	9.80%
last 10 years	59.57%	9.77%

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

Investment Committee	
Tara Uzra Dawood	Chief Executive Officer
Noman Shakir	Chief Financial Officer
Muhammad Abbas	Fund Manager
Shahzaib Akbar	Research Officer

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

SWWF Disclosure
The Scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 8.1 million Had that not been provided, the NAV per unit/return for the period would have been higher by Rs. 0.88 / 1.08%. For details investors are advised to read the Note 12.2 of the latest Financial Statements of the Scheme for the period ended March 31, 2021.

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)