



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/03/2012): Rs.7.8467

March 2012

## Performance

Performance % *	March 2012	Jul. 2011- Mar. 2012	Trailing 12 Months	Since Launch January 22, 2007
NAFA Stock Fund	9.94%	20.54%	19.19%	36.43%
Benchmark	1.75%	4.55%	4.78%	-9.55%

\* Cumulative returns are net of management fee & all other expenses

## General Information

Launch Date:	January 22, 2007
Fund Size:	Rs. 1,101 million
Type:	Open-end – Equity Fund
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 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:	Front end – 3%, Back end - 0%
Management Fee:	2% per annum (Effective Jan 22,2012)
Risk Profile:	Moderate-to-High
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	M. Yousuf Adil Saleem & Co. Chartered Accountants
Benchmark:	KSE-30 Index
Fund Manager:	Sajjad Anwar, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2-'Positive Outlook' by PACRA

## Investment Objective

To provide investors with long term capital growth from an actively managed portfolio invested primarily in listed companies in Pakistan. The risk profile of the Fund will be moderate to high.

## Fund Manager Commentary

During the month under review, KSE-30 Index increased by 1.75% whereas NAFA Stock Fund's (NSF) Net Asset Value (NAV) increased by 9.94%, thus an out-performance of 8.19% was recorded. Since inception on January 22, 2007 the NAV of NSF has increased by 36.43% while the benchmark has declined by 9.55%, thus to date out-performance is 45.98%. This out-performance is net of management fee and all other expenses.

The stock market's overall positive trend continued during the month. NSF's significant out-performance resulted from a combination of proactive portfolio rebalancing among sectors and superior stock selection. NSF remained almost fully invested in equities throughout the month and at the end of March 2012 the Fund was around 95% invested in equities. During the month we maintained the weightage of the Fund in the Banking sector and significantly enhanced in the Cement sub-sector, which contributed to the Fund's out-performance. On the other hand, we reduced the allocation of NSF in the Oil & Gas sector and Fertilizer sub-sector, which benefited the Fund.

NSF is invested in stocks with sanguine valuations and strong growth prospects. The portfolio of NSF is priced at a forward earnings multiple of 5.5x offering 7.1% dividend yield. We are striving to continue to perform well going forward.

## Asset Allocation (% of NAV) 30-Mar-12 29-Feb-12

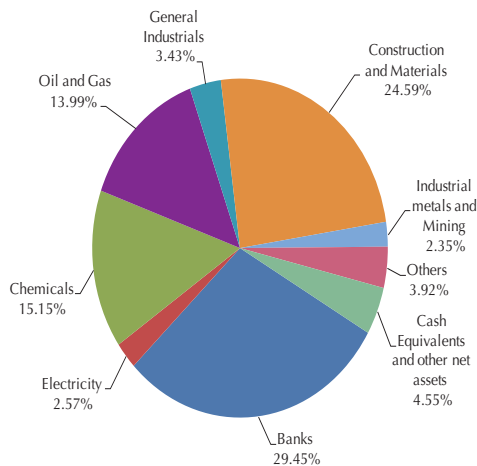
Asset Allocation (% of NAV)	30-Mar-12	29-Feb-12
Equities / Stock	95.45%	98.44%
Cash Equivalents	2.25%	2.31%
Other Net Assets/ (Liabilities)	2.30%	(0.75%)
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

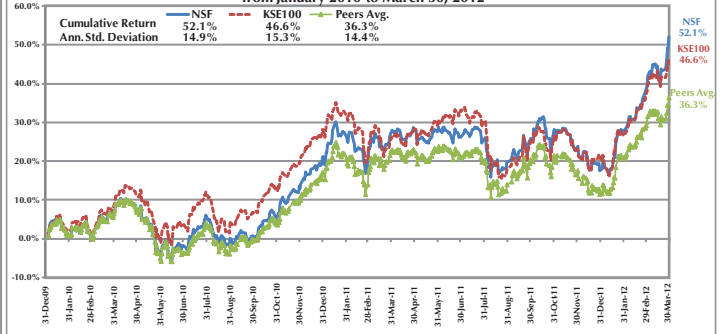
	PER	PBV	DY
NSF	5.5	1.9	7.1%
KSE-30	7.4	3.3	7.9%

\*\* Based on NAFA's estimates

## Asset Allocation (as on March 30, 2012)



Relative Performance of NAFA Stock Fund (NSF) from January 2010 to March 30, 2012



## Top Ten Equity Holdings (as on March 30, 2012)

Name	% of NAV	Name	% of NAV
Fauji Fertilizer Co. Ltd.	10.99%	Pak Petroleum Ltd.	5.76%
Lucky Cement Limited	9.36%	D.G. Khan Cement Co.	5.39%
MCB Bank Limited	9.02%	Allied Bank Limited	5.01%
Pakistan Oilfields Ltd.	8.16%	Meezan Bank Ltd.	4.70%
United Bank Ltd.	6.90%	Cherat Cement Co. Ltd.	4.21%

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Tanvir Abid, CFA, FRM

**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. The NAV based prices of units and any dividends/returns thereon are dependant on forces and factors affecting the capital markets. These may go up or down based on market conditions. Past performance is not necessarily indicative of future results.