



# NAFA Stock Fund (NSF)

NBP Fullerton  
Asset Management Limited

MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (30/08/2011): Rs.6.1768

August 2011

## Performance

Performance % *	August 2011	Jan. - Aug. 2011	Trailing 12 Months	Since Launch January 22, 2007
NAFA Stock Fund	(4.31%)	(1.18%)	21.75%	7.39%
Benchmark	(8.77%)	(8.99%)	12.53%	(21.26%)

\* Cumulative returns are net of management fee, Workers' Welfare Fund (WWF) provisioning & all other expenses

## General Information

Launch Date:	January 22, 2007
Fund Size:	Rs. 800 million
Type:	Open-end – Equity Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	9:00 A.M to 4:30 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Load:	Front end – 3%, Back end - 0%
Management Fee:	3% per annum
Risk Profile	Moderate-to-High
Listing:	Lahore Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	A. F. Ferguson & Co. Chartered Accountants (Retired as of June 30,2011)
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 decreased by 8.77% whereas NAFA Stock Fund's (NSF) Net Asset Value (NAV) decreased by 4.31%, thus an out-performance of 4.46% was recorded. Since inception on January 22, 2007 the NAV of NSF has increased by 7.39% while the benchmark has declined by 21.26%, thus to date out-performance is 28.65%. This out-performance is net of management fee and all other expenses.

During the month the stock market portrayed a declining trend taking cue from sell-off in regional markets and weak local investor's sentiment. NSF's out-performance resulted from its under-weight stance in equities. In the Banking sector and Fertilizer sub-sector we remained overweight in key stocks, which performed better than the market. On the contrary, we remained underweight in selected stocks that lagged the market. The Oil & Gas and Electricity sectors also contributed to NSF's out-performance as key holdings performed better than the market. The under-weight stance of the Fund in the Automobile & Parts, Fixed Line Telecommunication and Industrial Engineering sectors also contributed to the out-performance of the Fund during the month. At the start of the month, NSF was around 97% invested in equities. We reduced the Fund's weightage in equities. At the end of the month NSF was around 81% invested in equities. NSF is invested in fundamentally attractive and high dividend yielding stocks in the Electricity, Oil & Gas and Banking sectors and the Fertilizer sub-sector.

We are alert to the happenings in the capital markets and will proactively rebalance the portfolio of NSF.

## Asset Allocation (% of NAV) 30-Aug-11 29-Jul-11

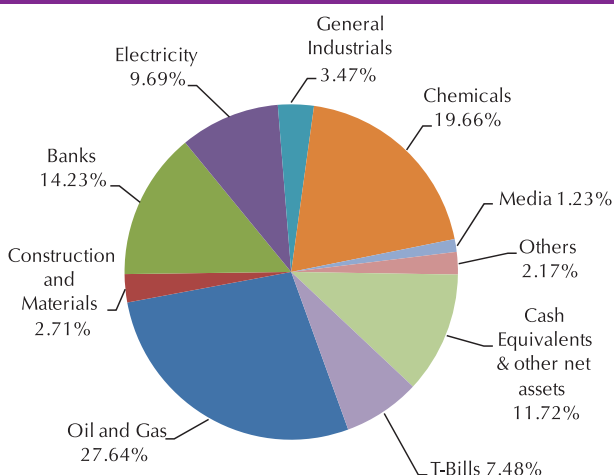
	30-Aug-11	29-Jul-11
Equities / Stock	80.80%	97.11%
Cash Equivalents	12.15%	1.27%
T-Bills	7.48%	-
Other Net (Liabilities) / Assets	-0.43%	1.62%
Total	100.00%	100.00%
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NSF	6.0	1.4	8.0%
KSE-30	6.6	3.1	7.2%

\*\* Based on NAFA's estimates

## Asset Allocation (as on 30th August 2011)



## Top Ten Equity Holdings (as on 30th August 2011)

Name	% of NAV	Name	% of NAV
Fauji Fertilizer Co. Ltd.	10.22%	MCB Bank Limited	4.10%
Pakistan Oilfields Ltd.	9.81%	Oil & Gas Dev.Co	3.90%
Hub Power Co. Ltd.	8.61%	Meezan Bank Ltd.	3.76%
Fauji Fertilizer Bin Qasim	4.65%	Thal Limited.	3.47%
Pak Petroleum Ltd.	4.12%	Fatima Fertilizer Co.	3.43%

## Name of the Members of Investment Committee

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

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