



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/12/2012): Rs.9.0791

December 2012

## Performance

Performance %	December 2012	Jul. 2012- Dec. 2012	Trailing 12 Months Jan 2012-Dec 2012	Since Launch January 22, 2007
NAFA Stock Fund*	1.21%	24.21%	62.59%	71.47%
Benchmark	2.55%	15.45%	35.22%	2.77%

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

## General Information

Launch Date:	January 22, 2007
Fund Size:	Rs. 1,163 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
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 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's Commentary

During the month under review, the benchmark increased by 2.55% whereas NAFA Stock Fund's (NSF) Net Asset Value (NAV) increased by 1.21%, thus an under-performance of 1.34% was recorded. In CY2012, the NAV of NSF increased by 62.59%, while the benchmark increased by 35.22%, resulting into an outperformance of 27.37%. Since inception on January 22, 2007 the NAV of NSF has increased by 71.47% while the benchmark has increased by 2.77%, thus to date out-performance is 68.70%. This out-performance is net of management fee and all other expenses.

The market's trend remained modestly positive. NSF remained around 95% invested in equities during most of the month. The under-performance of the Fund is mainly attributable to being underweight in key stocks in the Banking and the Oil & Gas sectors which performed better than the market. During December, the allocation of NSF in the Banking, Chemicals and Oil & Gas sectors was increased. On the other hand, the weightage in Media, Industrial Metals & Mining and Food Producers was reduced.

## Asset Allocation (% of Total Assets) 31-Dec-12 30-Nov-12

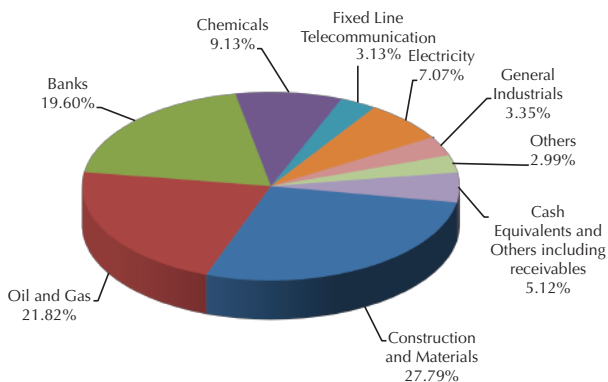
	31-Dec-12	30-Nov-12
Equities / Stock	94.88%	94.85%
Cash Equivalents	4.57%	3.77%
Others including receivables	0.55%	1.38%
Total	100.00%	100.00%
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*

	PER	PBV	DY
NSF	6.0	1.6	7.8%
KSE-30	8.3	3.8	7.3%

\*\* Based on NAFA's estimates

## Asset Allocation (% of Total Assets) (as on 31st December, 2012)

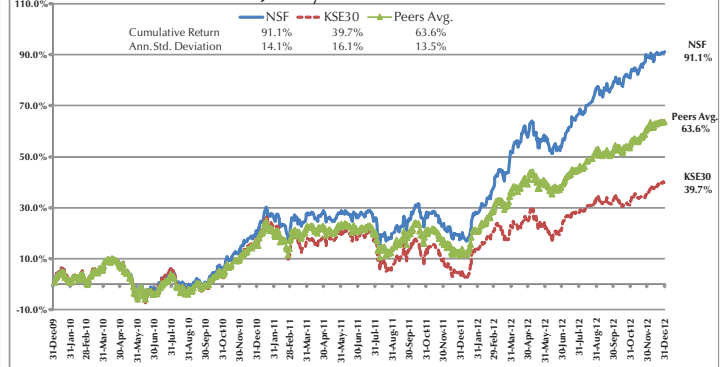


## WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 16,555,349/-, if the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.1292/2.31%. For details investors are advised to read the Note 10 of the Financial Statements of the Scheme for the period ended Sep 30, 2012.

NSF is invested in stocks with attractive valuations and healthy growth expectations. The portfolio of NSF is priced at forward earnings multiple of 6.0, offering 7.8% dividend yield.

Relative Performance of NAFA Stock Fund (NSF) from January 2010 to December 2012



## Top Ten Equity Holdings (as on 31st December, 2012)

Name	% of Total Assets	Name	% of Total Assets
Pakistan Oilfields Ltd	9.10%	Lucky Cement Ltd	5.79%
Cherat Cement Co Ltd	8.26%	Allied Bank Ltd	4.90%
Hub Power Company Ltd	7.07%	Meezan Bank Ltd	4.69%
Pakistan Petroleum Ltd	6.81%	Engro Corporation Ltd	4.62%
Oil & Gas Dev.Co Ltd	5.91%	National Bank Of Pakistan Ltd	4.51%

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Ammar Rizki

**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.