

# NAFA Stock Fund (NSF)



MONTHLY REPORT (MUFAP's Recommended Format)  
Unit Price (31/07/2017): Rs. 16.0158

July 2017

## Performance %

Performance Period	July 2017	Rolling 12 Months Aug 16-Jul 17	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Since Launch January 19, 2007*
NAFA Stock Fund	(1.2%)	24.2%	33.7%	11.4%	36.9%	36.3%	55.0%	18.3%
Benchmark**	(1.7%)	10.4%	17.9%	7.1%	12.3%	29.6%	36.0%	7.7%

\* Annualized Return  
All Other returns are Cumulative

The performance reported is net of management fee & all other expenses and based on dividend reinvestment gross of with-holding tax where applicable.  
\*\*From January 01, 2014, KSE-30 Total Return Index

## General Information

Launch Date:	January 19, 2007
Fund Size:	Rs. 17,443 million
Type:	Open-end – Equity Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon-Thr) 9:00 A.M to 4:30 P.M (Friday) 9:00 A.M to 5:00 P.M
Settlement:	2-3 business days
Pricing Mechanism:	Forward Pricing
Load:***	Front End Load (Individual): 3% (Nil on investment above Rs. 101 million) Front End Load (Other): 3% (Nil on investment above Rs. 50 million) Back End Load: NIL
Management Fee:	2% per annum
Total Expense Ratio (%)	3.15% p.a.(including 0.37% government levies)
Selling & Marketing Expenses	0.4% per annum
Risk Profile:	High
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co, Chartered Accountants
Benchmark:	KSE-30 Total Return Index
Fund Manager:	Taha Khan Javed, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

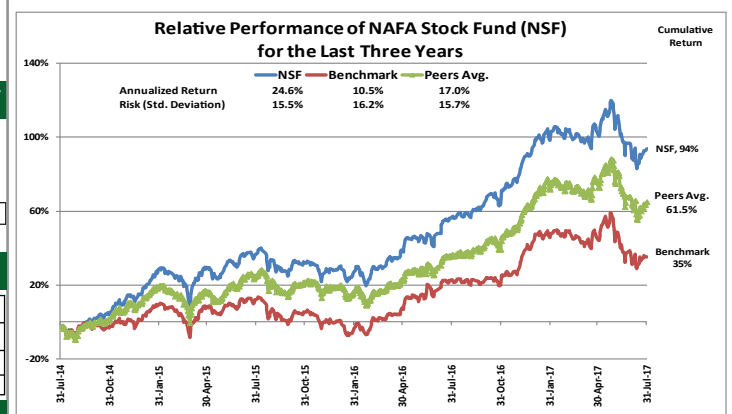
## Investment Objective

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, NAFA Stock Fund's (NSF) unit price (NAV) decreased by 1.2%, whereas the Benchmark decreased by 1.7%, thus an outperformance of 0.5% was recorded. Since inception on January 19, 2007 your Fund has posted 18.3% p.a return, versus 7.7% p.a by the Benchmark. Thus, to-date the outperformance of your Fund stands at 10.6% p.a. This outperformance is net of management fee and all other expenses.

NSF started off the month with an allocation of around 88% in equities, which was maintained towards the end of the month. NSF outperformed the Benchmark in July as the Fund was underweight in select Cement, Commercial Banks, and Automobile Assembler sectors stocks which underperformed the market and overweight in select Oil & Gas Exploration Companies, Technology & Communication, Transport, Oil & Gas Marketing Companies, Commercial Banks, Glass & Ceramics, and Engineering sectors stocks which outperformed the market. During the month, the allocation was increased primarily in Fertilizer, Oil & Gas Exploration Companies, Oil & Gas Marketing Companies, Power Generation & Distribution Companies, and Textile Composite, whereas it was reduced primarily in Cable & Electrical Goods, Cement, Engineering, and Automobile Assembler sectors.



\*\*\* effective from January 02, 2017

Asset Allocation (% of Total Assets)	31-July-17	30-June-17
Equities / Stock	87.7%	88.2%
Cash	10.8%	10.3%
Others including receivables	1.5%	1.5%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Characteristics of Equity Portfolio\*\*\*\*

	PER	PBV	DY
NSF	8.8	2.8	3.8%
KSE-30	9.6	1.6	5.4%

\*\*\*\* Based on NAFA's estimates

## Top Five Sectors (% of Total Assets) (as on 31 July 2017)

Oil & Gas Exploration Companies	14.5%
Commercial Banks	13.9%
Cement	12.6%
Textile Composite	8.0%
Oil & Gas Marketing Companies	6.5%
Others	32.2%

## Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs 108,972,306/-. If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.1001/0.79%. For details investors are advised to read the Note 5 of the Financial Statements of the Scheme for the period ended March 31, 2017.

Notes: 1) The calculation of performance does not include cost of front end load.  
2) Taxes apply. Further, tax credit also available as per section 62 of the Income Tax Ordinance, 2001.

## Top Ten Equity Holdings (as on 31 July, 2017)

Name	% of Total Assets	Name	% of Total Assets
Mari Petroleum Co Ltd	4.4%	Hub Power Company Ltd	2.9%
Pak Petroleum Ltd	3.7%	Oil & Gas Dev Co Ltd	2.8%
Pakistan Oilfields Ltd	3.6%	Lucky Cement Ltd	2.8%
United Bank Ltd	3.5%	MCB Bank Ltd	2.7%
Engro Corporation Ltd	3.1%	Habib Bank Ltd	2.7%

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Taha Khan Javed, CFA  
Hassan Raza, CFA

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