

NAFA Stock Fund (NSF)



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (29/12/2017): Rs. 14.0544

December 2017

Performance %

Performance Period	Dec 2017	FYTD 2018	Rolling 12 Months	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013	Last 3 Years*	Last 5 Years*	Last 10 Years*	Since Launch January 19, 2007*
NAFA Stock Fund	1.3%	(13.3%)	(12.5%)	33.7%	11.4%	36.9%	36.3%	55.0%	13.7%	24.7%	12.3%	16.2%
Benchmark**	0.8%	(13.7%)	(17.2%)	17.9%	7.1%	12.3%	29.6%	36.0%	5.4%	13.3%	4.4%	6.1%

* 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. 14,792 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 (%)	3.12% 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)

*** effective from January 02, 2017

Asset Allocation (% of Total Assets)	29-Dec-17	30-Nov-17
Equities / Stock	87.1%	86.4%
Cash	11.5%	7.6%
T-Bills	-	4.5%
Others including receivables	1.4%	1.5%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio****

	PER	PBV	DY
NSF	9.0	1.8	5.2%
KSE-30	9.0	1.9	6.1%

**** Based on NAFA's estimates

Top Five Sectors (% of Total Assets) (as on 29 December, 2017)

Oil & Gas Exploration Companies	19.5%
Commercial Banks	18.9%
Fertilizer	10.0%
Cement	8.8%
Textile Composite	6.3%
Others	23.6%

Sindh Workers' Welfare Fund (SWWF)

The Scheme has maintained provisions against Sindh Worker's Welfare Fund's liability to the tune of Rs. 108,972,306/- if the same were not made the NAV Per unit/return of the Scheme would be higher by Rs. 0.1035/0.65%. For details investors are advised to read the Note 9 of the Financial Statements of the Scheme for the period ended September 30, 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.

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 Documents to understand the investment policies and the risks involved.

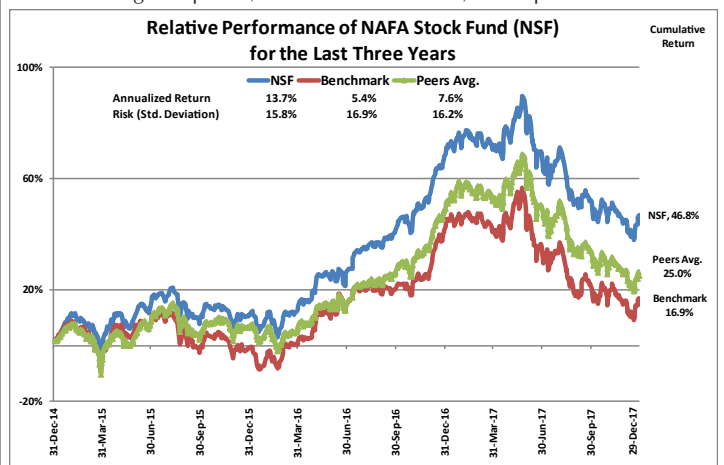
Investment Objective

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) increased by 1.3%, whereas the Benchmark increased by 0.8%, thus an outperformance of 0.5% was recorded. Since inception on January 19, 2007 your Fund has posted 16.2% p.a return, versus 6.1% p.a by the Benchmark. Thus, to-date the outperformance of your Fund stands at 10.1% p.a. This outperformance is net of management fee and all other expenses.

NSF started off the month with an allocation of around 86% in equities, which increased to around 87% towards the end of the month. NSF outperformed the Benchmark in December as the Fund was underweight in select Refinery, Power Generation & Distribution Companies, Oil & Gas Marketing Companies, and Technology & Communication sectors stocks which underperformed the market and overweight in select Cement, Textile Composite, and Commercial banks sectors stocks which outperformed the market. During the month, the allocation was increased primarily in Fertilizer, Oil & Gas Exploration Companies, and Commercial Banks sectors, whereas it was reduced primarily in Cement, Oil & Gas Marketing Companies, Automobile Assembler, and Paper & Board sectors.



Top Ten Equity Holdings (as on 29 December, 2017)

Name	% of Total Assets	Name	% of Total Assets
Habib Bank Ltd	5.7%	Mari Petroleum Company Ltd	3.8%
Pakistan Oilfields Ltd	5.5%	United Bank Ltd	3.8%
Pak Petroleum Ltd	5.3%	Engro Fertilizer Ltd	3.0%
Engro Corporation Ltd	5.1%	Bank Al-Falah Ltd	2.9%
Oil & Gas Dev Co Ltd	4.9%	Nishat Mills Ltd	2.9%

Name of the Members of Investment Committee

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