NAFA Stock Fund (NSF)

NBP Fullerton Asset Management Ltd.
A Subsidiary of
National Bank of Pakistan

MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (28/02/2014): Rs.10.3894

February 2014

Performance

Performance %	February 2014*	FYTD Jul 2013 - Feb 2014 *	Trailing 12 Months Mar. 2013 - Feb. 2014*	Since Launch January 22, 2007**
NAFA Stock Fund	(1.39%)	22.15%	42.57%	14.45%
Benchmark	(2.81%)	15.72%	26.09%	4.85%

Cumulative Returns — [Net of management fee & all other expenses]
**Annualized Return

General Information

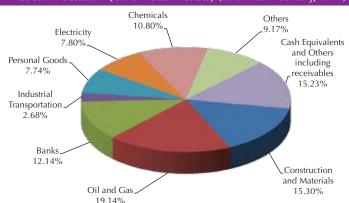|	
Launch Date:	January 22, 2007
Fund Size:	Rs. 1,307 million
Type:	Open-end – Equity Fund
Dealing Days:	Daily – Monday to Friday
Dealing Time:	(Mon-Thr) 9:00 A.M to 5:00 P.M (Friday) 9:00 A.M to 5:30 P.M
Settlement:	2-3 business days
Pricing Mechanism	Forward Pricing
Load:	Front end – 3% (Nil on investment above Rs 16 million) Back end - 0%
Management Fee:	2% per annum
Risk Profile	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:	Asim Wahab khan, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM2 by PACRA (very high investment management standards)

Asset Allocation (% of Total Assets)

	28-Feb-14	31-Jan-13
Equities / Stock	84.77%	89.82%
Cash Equivalents	14.70%	9.40%
Others including receivables	0.53%	0.78%
Total	100.00%	100.00%
Leverage	Nil	Nil

Characteristics of Equity Portfolio***

	PER	PBV	DY
NSF	5.8	1.6	6.3%
KSE-30	8.1	2.3	5.7%

*** Based on NAFA's estimates

Asset Allocation (% of Total Assets) (as on 28th February, 2014)

Chemicals 10.80%
Electricity 7.80%
Personal Goods 7.74%
Industrial Transportation 2.68%
Banks 12.14%
Oil and Gas 19.14%
Construction and Materials 15.30%
Cash Equivalents and Others including receivables 15.23%
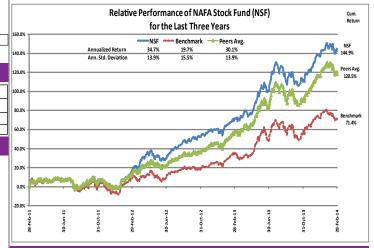Others 9.17%

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 1.4%, whereas the benchmark decreased by 2.8%, thus an outperformance of 1.4% was recorded. Since inception on January 22, 2007 your Fund has posted 161.3% return, versus 40% by the Benchmark. Thus, to date the cumulative outperformance of your Fund stands at 121.3%. This outperformance is net of management fee and all other expenses.

NSF started off the month with an allocation of around 90% in equities, which was reduced to around 85% by the end of the month. The Fund outperformed the benchmark in February as the Fund's key holdings in Banks, Chemicals, and Oil and Gas sectors outperformed the market. During the month, allocation was reduced in all the sectors barring Oil & Gas and Chemicals sectors where the allocation was increased.

Relative Performance of NAFA Stock Fund (NSF) for the Last Three Years

	NSF	Benchmark	Peers Avg.
Annualized Return	34.7%	19.7%	30.1%
Ann. Std. Deviation	13.9%	15.5%	13.9%

Cum. Return
NSF 144.9%
Peers Avg. 120.5%
Benchmark 71.4%

Top Ten Equity Holdings (as on 28th February, 2014)

Name	% of Total Assets	Name	% of Total Assets
Pakistan State Oil Co. Ltd	7.09%	Bank AL-Habib Ltd	4.82%
Pakistan Oilfields Ltd	6.70%	Engro Corporation Ltd	4.37%
Nishat Mills Ltd	6.13%	Maple Leaf Cement Factory Ltd	3.83%
Bank Al-Falah Ltd	5.61%	Oil & Gas Dev.Co Ltd	2.87%
Kot Addu Power Co Ltd	5.12%	Lucky Cement Ltd	2.77%

WORKERS' WELFARE FUND (WWF)

The scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs 25,866,016 /-,If the same were not made the NAV per unit/ last one year return of scheme would be higher by Rs 0.2056 /2.82%.For details investors are advised to read the Note 8 of the Financial Statements of the Scheme for the period ended December 31, 2013.

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Syed Suleman Akhtar, CFA
Asim Wahab khan, CFA
Muhammad Imran, CFA, ACCA