

NAFA Stock Fund (NSF)



MONTHLY REPORT (MUFAP's Recommended Format)
Unit Price (31/10/2017): Rs. 13.8210

October 2017

Performance %

Performance Period	Oct 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	(5.3%)	(14.7%)	2.4%	33.7%	11.4%	36.9%	36.3%	55.0%	16.8%	25.5%	11.9%	16.3%
Benchmark**	(6.2%)	(15.6%)	(3.1%)	17.9%	7.1%	12.3%	29.6%	36.0%	6.0%	14.1%	3.8%	6.0%

* 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. 13,884 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 (%)	3.11% 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)

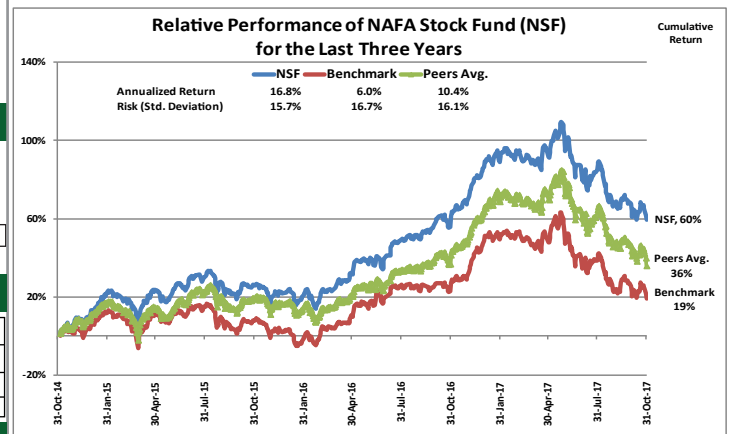
Investment Objective

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 5.3%, whereas the Benchmark decreased by 6.2%, thus an outperformance of 0.9% was recorded. Since inception on January 19, 2007 your Fund has posted 16.3% p.a return, versus 6.0% p.a by the Benchmark. Thus, to-date the outperformance of your Fund stands at 10.3% p.a. This outperformance is net of management fee and all other expenses.

NSF started off the month with an allocation of around 87% in equities, which decreased to around 85% towards the end of the month. NSF outperformed the Benchmark in October as the Fund was underweight in equities. The fund was also underweight in select Commercial Banks, Cement, and Power Generation & Distribution Companies sectors stocks which underperformed the market and overweight in select Automobile Assembler, Oil & Gas Exploration Companies, and Paper & Board sectors stocks which outperformed the market. During the month, the allocation was increased primarily in Oil & Gas Exploration Companies sector, whereas it was reduced primarily in Cement, Oil & Gas Marketing Companies, Textile Composite, Automobile Assembler, Refinery, and Engineering sectors.



*** effective from January 02, 2017

Asset Allocation (% of Total Assets)	31-Oct-17	29-Sep-17
Equities / Stock	84.5%	86.7%
Cash	13.0%	12.3%
Others including receivables	2.5%	1.0%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio****

	PER	PBV	DY
NSF	8.6	1.9	5.1%
KSE-30	8.7	1.6	6.2%

**** Based on NAFA's estimates

Top Five Sectors (% of Total Assets) (as on 31 October, 2017)

Oil & Gas Exploration Companies	18.5%
Commercial Banks	15.5%
Cement	9.6%
Textile Composite	7.0%
Fertilizer	6.0%
Others	27.9%

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. 0.1085/0.80%. 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.

Top Ten Equity Holdings (as on 31 October, 2017)

Name	% of Total Assets	Name	% of Total Assets
Pakistan Oilfields Ltd	6.6%	United Bank Ltd	2.9%
Pak Petroleum Ltd	4.6%	Hub Power Company Ltd	2.8%
Habib Bank Ltd	4.1%	Engro Corporation Ltd	2.7%
Mari Petroleum Co Ltd	4.1%	Allied Bank Ltd	2.6%
Oil & Gas Dev Co Ltd	3.2%	Indus Motor Company Ltd	2.3%

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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