

NBP ISLAMIC STOCK FUND (NISF)

(FORMERLY: NAFA ISLAMIC STOCK FUND)



MONTHLY REPORT (MUFAP's Recommended Format)

March 2020

Unit Price (31/03/2020): Rs.7.7285

Performance %										
Performance Period	Mar-2020	FYTD - 2020	Rolling 12 Months	FY - 2019	FY - 2018	FY - 2017	FY - 2016	Last 3 Years*	Last 5 Years*	Since Launch January 9, 2015*
NBP ISLAMIC STOCK FUND (FORMERLY: NAFA ISLAMIC STOCK FUND)	(24.0)%	(15.1)%	(26.8)%	(20.1)%	(12.8)%	32.5%	12.9%	(16.9)%	1.0%	(0.3)%
BENCHMARK	(24.2)%	(16.8)%	(28.8)%	(23.8)%	(9.6)%	18.8%	15.5%	(18.0)%	(1.8)%	(2.9)%
* 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.										

General Information	
Launch Date:	January 9, 2015
Fund Size:	Rs. 3,053 million
Type:	Open-end-Shariah Compliant-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:	1.5% per annum w.e.f 12-Jul-19
Total Expense Ratio:	3.61% p.a (including 0.24% government levies)
Selling & Marketing Expenses:	1.35% per annum
Risk Profile:	High
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	KPMG Taseer Hadi & Co, Chartered Accountants
Benchmark:	KMI-30 Index
Fund Manager:	Sajjad Anwar, CFA
Minimum Subscription:	Growth Unit: Rs. 10,000/- Income Unit: Rs. 100,000/-
Asset Manager Rating:	AM1 by PACRA (Very High Quality)

Investment Objective
The objective of the Fund is to provide investors with long term capital growth from an actively managed portfolio of Shariah Compliant listed equities.

Fund Manager Commentary
During the month under review, NBP Islamic Stock Fund's (NISF) unit price (NAV) decreased by 24.0%, whereas the Benchmark decreased by 24.2%, thus an outperformance of 0.2% was recorded. Since inception on January 9, 2015 your Fund NAV has decreased by 0.3% p.a versus 2.9% declined p.a by the Benchmark. Thus, to-date the outperformance of your Fund stands at 2.6% p.a. This outperformance is net of management fee and all other expenses.

NISF started off the month with an allocation of around 93% in equities, which was maintained towards the end of the month. NISF outperformed the Benchmark in March as the Fund was underweight in select Oil & Gas Exploration Companies, and Oil & Gas Marketing Companies sectors stocks which underperformed the market and overweight in select Cement, Engineering, and Pharmaceutical sectors stocks which outperformed the market. During the month, the allocation was increased primarily in Pharmaceutical, Automobile Parts & Accessories, Paper & Board, and Food & Personal Care Products sectors, whereas it was reduced primarily in Textile Composite and Oil & Gas Marketing Companies sectors.

Asset Allocation (% of Total Assets)	31-Mar-20	29-Feb-20
Equities / Stocks	92.6%	93.3%
Cash Equivalents	5.7%	3.1%
Others including Receivables	1.7%	3.6%
Total	100.0%	100.0%
Leverage	Nil	Nil

Characteristics of Equity Portfolio**			
	PER	PBV	DY
NISF	6.4	1.0	6.5%
KMI-30	6.6	0.8	7.6%
** Based on NBP Funds estimates			

Top Five Sectors (% of Total Assets) (as on March 31 ,2020)	
Oil & Gas Exploration Companies	25.4 %
Fertilizer	12.0 %
Cement	11.7 %
Power Generation & Distribution	7.9 %
Commercial Banks	6.7 %
Others	28.8 %

Sindh Workers' Welfare Fund (SWWF)
The Scheme has maintained provisions against Sindh worker's welfare Fund's liability to the tune of Rs. 44,439,934/- if the same were not made the NAV Per unit/last one year return of the Scheme would be higher by Rs. 0.1125/1.09%. For details investors are advised to read the Note 11.1 of the latest Financial Statements of the Scheme.

Top Ten Holdings (as on March 31 , 2020)	
Name	% of Total Assets
Engro Corporation Limited	9.6%
Mari Petroleum Company Limited	9.1%
Pak Petroleum Limited	7.9%
Hub Power Company Limited	7.7%
Meezan Bank Limited	6.7%
Lucky Cement Limited	5.3%
Oil and Gas Development Co Limited	4.7%
Kohat Cement Limited	4.2%
Pakistan Oilfields Limited	3.6%
Nishat Mills Limited	3.0%

Name of the Members of Investment Committee
Dr. Amjad Waheed, CFA
Sajjad Anwar, CFA
Asim Wahab Khan, CFA
Hassan Raza, CFA

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 Document to understand investment policies and the risks involved.