

# NBP GOVERNMENT SECURITIES SAVINGS FUND (NGSSF)

(FORMERLY: NAFA GOVERNMENT SECURITIES SAVINGS FUND)



MONTHLY REPORT (MUFAP's Recommended Format)

April 2020

Unit Price (30/04/2020): Rs.10.3354

Performance %										
Performance Period	Apr-2020	FYTD - 2020	Rolling 12 Months	FY - 2019	FY - 2018	FY - 2017	FY - 2016	Last 3 Years*	Last 5 Years*	Since Launch July 10, 2014*
NBP GOVERNMENT SECURITIES SAVINGS FUND (FORMERLY: NAFA GOVERNMENT SECURITIES SAVINGS FUND)	48.5%	24.5%	21.4%	7.8%	5.0%	5.8%	6.5%	11.2%	9.1%	10.1%
BENCHMARK	9.2%	12.9%	12.8%	9.9%	6.2%	5.9%	6.2%	9.3%	8.0%	8.3%

\* Annualized Return Based on Morning Star Methodology. All other returns are Annualized Simple Return.  
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: July 10, 2014  
Fund Size: Rs. 1,299 million  
Type: Open-end – Income Fund  
Dealing Days: Daily – Monday to Saturday  
Dealing Time: (Mon - Thr) 9:00 A.M to 5:00 P.M  
(Friday) 9:00 A.M to 5:30 P.M  
(Saturday) 9:00 A.M to 1:00 P.M  
Settlement: 2-3 business days  
Pricing Mechanism: Forward Pricing  
Load: Front End Load (Individual): without life insurance 1%, with life insurance 3% (Nil on investment above Rs. 26 million) Front End Load (Other): 1% (Nil on investment above Rs. 16 million) Back End Load: NIL

Management Fee: 1.5% of Net Income (min: 0.2% p.a., max: 1.0% p.a.) w.e.f. 12-Jul-19. 0.46% p.a. of average net assets during the month.

Total Expense Ratio: 1.79% p.a (including 0.49% government levies)

Selling & Marketing Expenses: 0.7% p.a  
Risk Profile: Low  
Fund Stability Rating: "AA- (f)" by PACRA  
Listing: Pakistan Stock Exchange  
Custodian & Trustee: Central Depository Company (CDC)  
Auditors: A. F. Ferguson & Co. Chartered Accountants  
Benchmark: 6-Month PKRV  
Fund Manager: Muhammad Ali Bhabha, CFA, FRM  
Minimum: Growth Unit: Rs. 10,000/-  
Subscription: Income Unit: Rs. 100,000/-  
Asset Manager Rating: AM1 by PACRA (Very High Quality)

Asset Allocation (% of Total Assets)	30-Apr-20	31-Mar-20
PIBs	47.4%	46.1%
T-Bills	18.7%	34.3%
Bank Deposits	25.8%	12.4%
Placement with Banks	2.6%	5.1%
Others including Receivables	5.5%	2.1%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>
Leverage	Nil	Nil

## Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs.4,349,247/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0346/41%. For details investors are advised to read note 9.1 of the latest financial statements of the Scheme

## Investment Objective

To provide competitive return from portfolio of low credit risk by investing primarily in Government Securities.

## Fund Manager Commentary

During the month under review, the Fund generated an annualized return of 48.5% p.a. against the Benchmark return of 9.2% p.a. Since its launch in July 2014, the Fund offered an annualized return of 10.1% p.a. against the Benchmark return of 8.3% p.a., hence an out-performance of 1.8% p.a. This out-performance is net of management fee and all other expenses.

NBP Government Securities Savings Fund (NGSSF) invests a minimum of 70% in Government Securities. The Fund invests a minimum 10% of its assets in less than 90 days T-Bills or saving accounts with banks, which enhances liquidity profile of the Fund.

As the asset allocation of the Fund shows, exposure in Government Securities was around 66% of the Total Assets and 67% of the Net Assets at the end of the month. Last one year allocation in Government Securities was around 75% of net assets. The weighted average time-to-maturity of the Fund is 2 years.

We will rebalance the allocation of the Fund proactively based on the capital market outlook.

## Credit Quality of the Portfolio as of April 30, 2020 (% of Total Assets)

Government Securities (AAA rated)	66.1%
AAA	0.5%
AA+	3.2%
AA-	5.2%
A+	6.0%
A	2.7%
A-	10.7%
Un-rated	0.1%
Others including Receivables	5.5%
<b>Total</b>	<b>100.0%</b>

## Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA  
Sajjad Anwar, CFA  
Muhammad Ali Bhabha, CFA, FRM  
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.