

# NBP GOVERNMENT SECURITIES LIQUID FUND (NGSLF)

(FORMERLY: NAFA GOVERNMENT SECURITIES LIQUID FUND)



MONTHLY REPORT (MUFAP's Recommended Format)

May 2020

Unit Price (31/05/2020): Rs.10.1912

Performance %												
Performance Period	May-2020	FYTD - 2020	Rolling 12 Months	FY - 2019	FY - 2018	FY - 2017	FY - 2016	FY - 2015	Last 3 Years*	Last 5 Years*	Last 10 Years*	Since Launch May 15, 2009*
NBP GOVERNMENT SECURITIES LIQUID FUND (FORMERLY: NAFA GOVERNMENT SECURITIES LIQUID FUND)	6.8%	12.8%	12.8%	8.5%	5.3%	7.6%	5.7%	8.3%	8.6%	7.9%	8.7%	8.9%
BENCHMARK	8.6%	12.0%	12.0%	8.7%	5.4%	5.3%	6.0%	8.7%	8.5%	7.4%	8.6%	8.8%

\* 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:	May 15, 2009
Fund Size:	Rs. 2,154 million
Type:	Open-end - Money Market 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): 0% Front End Load (Individual with life insurance): Amount up to Rs.5 million: up to 3%, Amount over & above Rs.5 million: 1% Back End Load: NIL
Management Fee:	3% of Net Income (Min 0.4% p.a., Max 1.0% p.a.). 0.42% p.a. of average net assets during the month.
Total Expense Ratio:	1.67% p.a. (including 0.33% government levies)
Selling & Marketing Expenses:	0.7% per annum (w.e.f 11-May-2020 0.5% p.a.)
Risk Profile:	Exceptionally Low
Fund Stability Rating:	"AAA (f)" by PACRA
Listing:	Pakistan Stock Exchange
Custodian & Trustee:	Central Depository Company (CDC)
Auditors:	Deloitte Yousuf Adil Chartered Accountants
Benchmark:	70% 3-Month PKRV & 30% average 3-Month deposit rates of three AA rated banks as selected by MUFAP
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)

## Investment Objective

To generate optimal return with minimum risk, to provide easy liquidity and reasonable income to its unit holders by investing primarily in short-term Government Securities.

## Fund Manager Commentary

The Fund earned an annualized return of 6.8% p.a. during May 2020 versus the Benchmark return of 8.6% p.a. The return generated by the Fund is net of management fee and all other expenses.

NGSLF's stability rating is 'AAA (f)' awarded by PACRA. NGSLF is the largest Fund in Pakistan with this rating. The rating reflects exceptionally strong credit and liquidity profile of the Fund. Average daily allocation for the last 365 days in short-term T-Bills was 79% of net assets. While at the end of the month, T-Bills comprises around 85% of the Total Assets and around 88% of the Net Assets. Weighted average time to maturity of the Fund is 58 days.

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

## Credit Quality of the Portfolio as of May 31, 2020 (% of Total Assets)

Credit Quality	% of Total Assets
Government Securities (AAA rated)	84.5%
AAA	0.8%
AA+	13.6%
AA-	0.3%
Un-rated	0.1%
Others including Receivables	0.7%
<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

## Asset Allocation (% of Total Assets)

	31-May-20	30-Apr-20
T-Bills	84.5%	93.0%
Money Market Placements (LOP)	8.9%	0.0%
Bank Deposits	5.9%	6.1%
Others including Receivables	0.7%	0.9%
<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. 23,146,080/-. If the same were not made the NAV per unit / last one year return of scheme would be higher by Rs. 0.1095/1.21%. For details investors are advised to read note 5 of the latest financial statements of the Scheme.

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.