

Performance %											
Performance Period	Sep-2020	FYTD - 2021	Rolling 12 Months	FY - 2020	FY - 2019	FY - 2018	FY - 2017	FY - 2016	Last 3 Years*	Last 5 Years*	Since Launch October 28, 2011*
NBP FINANCIAL SECTOR INCOME FUND	8.1%	8.9%	12.4%	13.5%	9.3%	6.0%	8.4%	6.4%	9.8%	8.8%	9.2%
BENCHMARK	7.3%	7.1%	10.5%	12.2%	10.2%	6.3%	6.0%	5.9%	9.7%	8.2%	8.5%

* 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: October 28, 2011
 Fund Size: Rs. 19,477 million
 Type: Open-end - Income 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 Load (Individual with takaful coverage):

Amount upto Rs.5 million: 3%, Amount over and above Rs.5 million and up to Rs.25 million: 1%, Amount exceeding Rs.25 million, load will be charged on Rs.5 million: 3%
 Front End Load (others): 1% (Nil if amount greater than 25 million), Back end Load: 0%

Management Fee: 6% of Net Income (min: 0.5% p.a., max: 1.5% p.a.) w.e.f 12-July-19.
 0.57% p.a. of average net assets during the month

Total Expense Ratio: 1.71% p.a (including 0.28% government levies)

Selling & Marketing Expenses: 0.5% per annum (w.e.f Sep 14, 2020)

Risk Profile / Risk of principal erosion: Medium / Principal at medium risk

Fund Stability Rating: 'A+(f)' by PACRA

Listing: Pakistan Stock Exchange

Custodian & Trustee: Central Depository Company (CDC)

Auditors: KPMG Taseer Hadi & Co, Chartered Accountants

Benchmark: 6-Month KIBOR

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 provide income enhancement and preservation of capital by investing in prime quality Financial Sector TFCs/Sukuks, Bank deposits and short-term money market instruments.

Fund Manager Commentary

The Fund generated an annualized return of 8.1% p.a. in the month of September 2020 versus the Benchmark return of 7.3% p.a. Since its launch in October 2011, the Fund has generated an annualized return of 9.2% p.a. against the Benchmark return of 8.5% p.a., hence an out-performance of 0.7% p.a. This out-performance is net of management fee and all other expenses.

The Fund is unique as it invests a minimum 70% of its assets in Financial Sector (mainly banks) debt securities, instruments or deposits. Minimum entity rating of issuers of debt securities is "AA-". This minimizes credit risk and at the same time enhances liquidity of the Fund. Duration of the overall portfolio cannot be more than one year. This minimizes interest rate or pricing risk.

Exposure in TFCs/Sukuks was around 14% of net assets at the end of the month with average time to maturity of around 3.4 years. The TFC portfolio of the Fund is predominantly floating rate linked to KIBOR. The weighted average time-to-maturity of the Fund is around 0.5 year.

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

Credit Quality of the Portfolio as of September 30, 2020 (% of Total Net Assets)

AAA	31.5%
AA+	20.0%
AA	1.2%
AA-	9.5%
A+	31.5%
A	4.0%
Un-rated	0.1%
Others including Receivables	2.2%
Total	100.0%

Asset Allocation (% of Total Assets)

	30-Sep-20	31-Aug-20
TFCs / Sukuk	13.1%	15.3%
T-Bills	0.0%	11.0%
Bank Deposits	77.3%	50.2%
Money Market Placements (LOP)	0.0%	10.1%
Certificate of Investments (COI)	7.4%	8.4%
Others including Receivables	2.2%	5.0%
Total	100.0%	100.0%

Leverage Nil Nil

Name of the Members of Investment Committee

Dr. Amjad Waheed, CFA
 Sajjad Anwar, CFA
 Asim Wahab Khan, CFA
 Muhammad Ali Bhabha, CFA, FRM
 Hassan Raza, CFA

Dispute Resolution / Complaint Handling

Complaint Service : www.nbpfunds.com/contact-us/investor-relations
 SECP's Service Desk Management System: sdms.secp.gov.pk

Top TFC (as at September 30, 2020) (% of Total Assets)

HUBCO Suk-2 Rev 22-AUG-19 22-AUG-23	4.1%
KE Suk 03-AUG-20 03-AUG-27	3.3%
HUBCO Rev 19-MAR-20 19-MAR-24	1.2%
Askari Commercial Bank Limited 17-MAR-20 17-MAR-30	1.1%
HBL TFC 19-FEB-16 19-FEB-26	0.9%
Jahangir Siddiqui and Company Ltd. 06-MAR-18 06-MAR-23	0.7%
JS Bank Limited 14-DEC-16 14-DEC-23	0.6%
JS Bank Limited 29-DEC-17 29-DEC-24	0.6%
Jahangir Siddiqui and Company Ltd. 18-JUL-17 18-JUL-22	0.3%
Bank of Punjab Limited 23-APR-18 23-APR-28	0.2%

Sindh Workers' Welfare Fund (SWWF)

The scheme has maintained provisions against Sindh Workers' Welfare Fund's liability to the tune of Rs. 39,235,084/-. If the same were not made the NAV per unit/last one year return of scheme would be higher by Rs. 0.0212/0.23%. For details investors are advised to read note 13.1 of the latest financial statements of the Scheme.